

# Consolidated Unaudited Results for the Six Months Ended 31 May 2022

# PRESTIGE HOLDINGS LTD.



## CHAIRMAN'S REPORT TO SHAREHOLDERS

During the First Half of 2022, conditions in the restaurant industry, and by extension our company, slowly improved as restrictions on operations, caused by the Covid-19 pandemic, were removed. While our overall business has yet to return to pre-pandemic levels, we are pleased that we can now serve our customers through all of our channels, including dine-in, as we continue to build on the strengths developed in our digital, delivery and drive-thru channels.

For the First Six Months of 2022, sales increased by 30% to \$511 million from \$393 million in the previous year, which resulted in a Profit Before Tax of \$17.3 million compared to a loss of \$19.8 million for the same period in 2021. During the Half Year, our company generated \$68.2 million in cash from operations, repaid total borrowings of \$27.4 million and ended the period with \$66.6 million in cash. We opened one new restaurant, the Starbucks at Piarco Airport, in May 2022 and ended the Half Year with 129 restaurants.

With the removal of pandemic restrictions, we remain optimistic about our performance for 2022. However, with significant food cost inflation being experienced globally, we also remain guarded as we seek to find ways to mitigate this impact on our business and our customers. In view of our return to profitability in 2022 and our outlook for the remainder of the year, the Board recommends an interim dividend of 12 cents per common share to be paid on 29 July 2022 to shareholders whose names appear on the Register of Members on 18 July 2022.

Christian E. Mouttet  
Chairman  
28 June 2022

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Six (6) Months to 31 May 2022	Six (6) Months to 31 May 2021	Year to 30 November 2021
	(UNAUDITED) \$ '000	(UNAUDITED) \$ '000	(AUDITED) \$ '000
<b>Profit/(loss) for the period</b>	10,817	(17,484)	(28,302)
<b>Other comprehensive loss</b>			
<i>Items that may be subsequently reclassified to profit or loss</i>			
Currency translation differences	53	(1)	(261)
<b>Total comprehensive income/(loss) for the period</b>	(10,870)	(17,485)	(28,563)
<b>Attributable To:</b> Owners of the Parent Company	(10,870)	(17,485)	(28,563)

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 May 2022 (UNAUDITED) \$ '000	31 May 2021 (UNAUDITED) \$ '000	30 November 2021 (AUDITED) \$ '000
<b>ASSETS</b>			
Property, plant and equipment	259,789	292,111	275,159
Right-of-use assets	244,693	269,485	261,874
Intangible assets	58,976	60,829	60,069
Other non current assets	10,287	9,295	12,258
Current assets	154,925	100,008	133,230
Assets classified as held for sale	5,124	--	5,287
<b>Total assets</b>	733,794	731,728	747,877
<b>EQUITY AND LIABILITIES</b>			
Share capital	23,759	23,759	23,759
Other reserves	26,428	26,635	26,375
Retained earnings	229,548	229,549	218,731
Treasury shares	(10,840)	(11,340)	(11,340)
<b>Total equity</b>	268,895	268,603	257,525
Non current liabilities - lease liabilities	232,616	250,050	247,373
Other non current liabilities	45,304	56,532	56,391
Current liabilities - lease liabilities	29,043	31,196	29,045
Other current liabilities	157,936	125,347	157,543
<b>Total liabilities</b>	464,899	463,125	490,352
<b>Total equity and liabilities</b>	733,794	731,728	747,877

## CONSOLIDATED CASH FLOW STATEMENT

	31 May 2022 (UNAUDITED) \$ '000	31 May 2021 (UNAUDITED) \$ '000	30 November 2021 (AUDITED) \$ '000
<b>Cash flow from operating activities</b>			
Cash generated from operations	68,237	13,713	50,672
Interest paid	(9,218)	(9,703)	(19,467)
Income tax paid	(2,833)	(1,885)	(2,841)
<b>Net cash generated from operating activities</b>	56,186	2,125	28,364
Net cash used in investing activities	(3,307)	(13,476)	(22,185)
Net cash used in financing activities	(41,229)	(26,318)	(10,919)
<b>Net increase/(decrease) in cash and cash equivalents</b>	11,650	(37,669)	(4,740)
Cash and cash equivalents at the beginning of the year	54,973	59,713	59,713
Cash and cash equivalents at the end of the period	66,623	22,044	54,973

## CONSOLIDATED INCOME STATEMENT

	Six (6) Months to 31 May 2022	Six (6) Months to 31 May 2022	Six (6) Months to 31 May 2021	Three (3) Months to 31 May 2022	Three (3) Months to 31 May 2021	Year to 30 November 2021
	% Change	(UNAUDITED) \$ '000	(UNAUDITED) \$ '000	(UNAUDITED) \$ '000	(UNAUDITED) \$ '000	(AUDITED) \$ '000
<b>Revenue</b>	30%	511,065	392,706	264,687	157,515	712,108
<b>Cost of sales</b>		(344,035)	(265,206)	(175,530)	(107,343)	(480,915)
<b>Gross profit</b>		167,030	127,500	89,157	50,172	231,193
Other operating expenses		(103,519)	(98,471)	(52,598)	(43,701)	(177,814)
Administrative expenses		(38,006)	(39,493)	(21,238)	(19,249)	(67,154)
Other income		987	383	603	156	1,539
<b>Operating profit/(loss)</b>		26,492	(10,081)	15,924	(12,622)	(12,236)
Finance costs		(9,218)	(9,703)	(4,498)	(4,732)	(19,467)
<b>Profit/(loss) before income tax</b>		17,274	(19,784)	11,426	(17,354)	(31,703)
Income tax (expense)/credit		(6,457)	2,300	(2,621)	2,523	3,401
<b>Profit/(loss) for the period</b>		10,817	(17,484)	8,805	(14,831)	(28,302)
<b>Profit/(loss) attributable to:</b>						
Owners of the parent company		10,817	(17,484)	8,805	(14,831)	(28,302)
<b>Basic earnings per share</b> (exclusive of treasury shares)		17.7 cents	(28.7) cents	14.4 cents	(24.4) cents	(46.4) cents
<b>Diluted earnings per share</b>		17.4 cents	(28.1) cents	14.2 cents	(23.8) cents	(45.4) cents

Director

Director

### Notes:

- The Consolidated Financial Statements include the activities of Prestige Holdings Limited, the Parent Company (KFC, Pizza Hut, Subway and Starbucks), Weekenders Trinidad Limited (TGI Fridays Trinidad) and Prestige Restaurants Jamaica Limited (TGI Fridays Jamaica).
- The principal accounting policies applied in the preparation of these summary financial statements are consistent with those disclosed in the audited financial statements as at and for the year ended November 30, 2021, and have been consistently applied to all periods presented, unless otherwise stated.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital \$ '000	Other Reserves \$ '000	Retained Earnings \$ '000	Total \$ '000	Treasury Shares \$ '000	Total Equity \$ '000
<b>UNAUDITED</b>						
<b>Six months ended 31 May 2022</b>						
<b>Balance at 1 December 2021</b>	23,759	26,375	218,731	268,865	(11,340)	257,525
<b>Comprehensive income</b>						
Profit for the period	--	--	10,817	10,817	--	10,817
<b>Other comprehensive income</b>						
Currency translation differences	--	53	--	53	--	53
<b>Total comprehensive income for the period</b>	--	53	10,817	10,870	--	10,870
<b>Transactions with owners</b>						
Transfer of treasury shares	--	--	--	--	500	500
<b>Total transactions with owners</b>	--	--	--	--	500	500
<b>Balance at 31 May 2022</b>	23,759	26,428	229,548	279,735	(10,840)	268,895
<b>UNAUDITED</b>						
<b>Six months ended 31 May 2021</b>						
<b>Balance at 1 December 2020</b>	23,759	26,636	250,693	301,088	(11,340)	289,748
<b>Comprehensive loss</b>						
Loss for the period	--	--	(17,484)	(17,484)	--	(17,484)
<b>Other comprehensive loss</b>						
Currency translation differences	--	(1)	--	(1)	--	(1)
<b>Total comprehensive loss for the period</b>	--	(1)	(17,484)	(17,485)	--	(17,485)
<b>Transactions with owners</b>						
Net dividends for 2020	--	--	(3,660)	(3,660)	--	(3,660)
-Paid 6 cents per share	--	--	(3,660)	(3,660)	--	(3,660)
<b>Total transactions with owners</b>	--	--	(7,320)	(7,320)	--	(7,320)
<b>Balance at 31 May 2021</b>	23,759	26,635	229,549	279,943	(11,340)	268,603
<b>AUDITED</b>						
<b>Year ended 30 November 2021</b>						
<b>Balance at 1 December 2020</b>	23,759	26,636	250,693	301,088	(11,340)	289,748
<b>Comprehensive loss</b>						
Loss for the year	--	--	(28,302)	(28,302)	--	(28,302)
<b>Other comprehensive loss</b>						
Currency translation differences	--	(261)	--	(261)	--	(261)
<b>Total comprehensive loss for the period</b>	--	(261)	(28,302)	(28,563)	--	(28,563)
<b>Transactions with owners</b>						
Net dividends for 2020	--	--	(3,660)	(3,660)	--	(3,660)
-Paid 6 cents per share	--	--	(3,660)	(3,660)	--	(3,660)
<b>Total transactions with owners</b>	--	--	(7,320)	(7,320)	--	(7,320)
<b>Balance at 30 November 2021</b>	23,759	26,375	218,731	268,865	(11,340)	257,525