Demerara Distillers Limited ANNUAL REPORT 2015



A celebration of of Juyana syears





Demerara Distillers Limited
has been perfecting the craft of fine
rums for over three hundred centuries.
This Anniversary Special Edition is a blend
of rums that has been specially aged in oak
casks for up to half a century. Its special
release marks Guyana's 2016 Golden
Anniversary, to celebrate and toast
50 Years of Independent nationhood.



Contents

The Story of Celebration	4
Company In Perspective	6
Notice of Meeting	7
Financial Highlights	8
Corporate Information	9
Board of Directors	10
Chairman's Report	12
Long Service Awards	15
Management Team	17
Report of the Directors	19
Corporate Social Responsibilities	23
El Dorado Special Reserve Spread	26
Diamond Reserve & El Dorado Rare Collection	28
Financial Statements	30
Ten Year Review	93
Procedure for Transfer of Shares	94
Proxy Form	95



Colebudion Services Serv



Demerara Distillers Limited has its roots in Guyana's colonial history in very significant ways. From the arrival of the first Europeans through the establishment of the sugar industry and on to the birth of the renowned Demerara Rums





The advent of independence created the opportunity for the new nation to chart its own destiny and seek its own fortunes in the world. While the focus then was on national pride and national development, independence also created an enabling environment for entrepreneurs and companies to also develop their products and services for national and international markets.



It is the backdrop and energy of an independent Guyana that created the conditions for DDL to transition from a colonial era company in the commodity bulk rum business to today's post-colonial company producing multiple portfolios of branded rum premium rum products.

The relationship between independent Guyana and DDL has been one of mutual support (or opportunity) and mutual development. DDL's modern history is shaped, in part, by the opportunities of independence and Guyana's modern image is framed, in part, by the growing global success of the El Dorado brand.





DDL's premium brand El Dorado is one primary way that Guyana is known in the world. Globally today, if you know Guyana you know El Dorado and if you know El Dorado you know Guyana. Porspective Porspective

HE core business of Demerara Distillers Limited for the three centuries has been Demerara Rum. In the 17th Century, every sugar plantation had its own small distillery and these, with the passage of time, were gradually consolidated into one distillery at Diamond on the East Bank of Demerara. The Company's alcoholic products especially its rums, including its flagship brand, the El Dorado 15 year Old Special Reserve, and its other brands - the El Dorado 25 Year Old, El Dorado 21 Year Old, El Dorado 12 Year Old, the El Dorado 5 Year Old, the El Dorado Cask Aged 3 Year, El Dorado Cask Aged 8 Year, El Dorado Deluxe Silver Aged 6 Year - are well known in the Caribbean and International markets. The Company is also a leading supplier of bulk rum to bottlers in Europe and North America and its Bulk Terminal ensures a most efficient service to customers.

celebrate

purjana

Over time, the Company has been diversifying its activities. It is a leading producer of carbonated beverages including **Pepsi**, **Seven-Up** and **Slice**, in addition to its own wide range of **Soca** flavours. It also produces **Diamond Mineral Water**. It produces its own **Carbon Dioxide** and **Dry Ice**.

It has been producing high grade Fruit Jams and Jellies, Fruit Juices and the well known Three County Fruit Mix. The Group's Shipping and Warehouse services are among the most modern in Guyana. Its Fruit Juice operations range from fresh juice delivered to homes and premier restaurants and hotels to conveniently packaged juices done in a state-of-the-art Tetra Pak packaging plant under the brand name TOPCO. The Group also has interests in the Insurance industry.

The Company has expanded into the **Distribution** Business, where it is now the Distributor in Guyana for some of the most well-known consumer products such as **Johnson & Johnson** and **Nestle** Distribution Services Limited as this part of the group is known also represents several leading local companies.

Demerara Distillers Limited has Subsidiaries and Associates in Europe, North America and the Caribbean. Demerara Distillers Limited is best known for its commitment to quality and has held continuous certification through the ISO 9001 (2008) International Quality Standard.



The **SIXTY-FOURTH ANNUAL GENERAL MEETING** of Demerara Distillers Limited (DDL) will be held at DDL's Diamond Complex, Plantation Diamond, East Bank Demeraraon on Thursday, March 31, 2016 at 4:30 p.m.

AGENDA

- 1. To receive and consider the Company's Accounts and Reports of the Directors and Auditors for the year ended December 31, 2015
- 2. To declare a Final Dividend of \$0.46 per share free of Company Taxes in respect of the year ended December 31, 2015.
- 3. To elect Directors.
- 4. To fix the Emoluments of the Directors.
- 5. To appoint Auditors and authorize the Directors to fix their remuneration.

REGISTERED OFFICE

Block A, Plantation Great Diamond, East Bank Demerara, Guyana.

BY ORDER OF THE BOARD

Allison Thorne

Company Secretary/Legal Officer February 22, 2016

- Every member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of him/her and such proxy need not also be a member of the Company.
- · A form for use at this meeting must be received at the registered office of the Company stated above, not less than 24 (twenty four) hours before the date of the Meeting

REGISTER OF MEMBERS

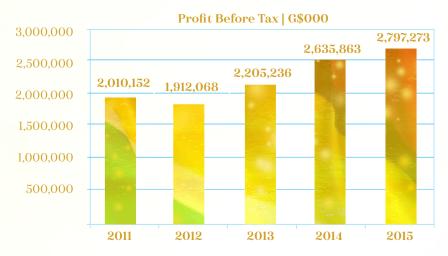
The Register of Members and Share Transfer Books of Demerara Distillers Limited will be closed from March 8, 2016 - March 31, 2016 - both days inclusive- for the purpose of preparing warrants of the Final Dividends for the year ended December 31, 2015.

N.B. Gifts will be distributed only to shareholders present at the Meeting and not at any time or place thereafter.

"celebrate Guyana"

Financial Highlights







Information

AUDITORS

TSD Lal & Co. 77 Brickdam, Stabroek, Georgetown, Guyana.

LEGAL ADVISORS

de Caries, Fitzpatrick & Karran 80 Cowan Street, Kingston, Georgetown, Guyana.

REGISTERED OFFICE

Effective February 18, 2016 The Company has changed its registered office to

Block A, Plantation Great Diamond, East Bank Demerara, Guyana.

Email: ddlweb@demrum.com Website: www.theeldoradorum.com

REGISTRAR & TRANSFER AGENT

Trust Company (Guyana) Limited Lot 11 Lamaha Street, Queenstown, Georgetown, Guyana.

BANKERS

Demerara Bank Limited 230 Camp & South Streets, Georgetown, Guyana.

The Bank of Nova Scotia 104 Carmichael Street, Georgetown, Guyana.

Republic Bank (Guyana) Limited Water Street, Georgetown, Guyana.



From Left to Right:

TIMOTHY JONAS L.L.B. (Hons) · Director

LANCELOT TYRELL
Director

KOMAL R. SAMAROO
AA, FCCA, ACIS
President · Chairman of the Board

SHARON SUE HANG-BAKSH

BSc (Chemistry) Director of Technical Services EGBERT CARTER

MSC. (Civil Engineering) · Director



HARRYRAM PARMESAR

FCCA · Director CCH,

 $\begin{array}{c} \textbf{DR. YESU PERSAUD} \\ \textbf{CCH, FCCA, FRSA, CCMI} \cdot \textbf{Director} \end{array}$

RUDY COLLINSCCH, BSc. (Hons), DPA Director

CHANDRADAT CHINTAMANI

FCCA · Executive Director - DSCL

SHARDA VEEREN-CHAND

BA · Marketing Director



opportunities in the international bulk rum market, wherever feasible to so do. The pursuit of these strategies allowed the Group to expand, modernise and increase shareholders' value.

Business Environment

In 2015, the global economy continued to be sluggish, growing by 3.1%, lower than 2014 by 0.4%. The developed world showed mixed results, with the USA being more buoyant than other countries, where growth continued to be slow. Emerging and developing economies slowed down for the fifth consecutive year as a result of low commodities prices and reduced capital flows. Latin American and Caribbean economies experienced a decline in foreign exchange earnings of 14% in the first nine months of 2015 on account of low energy prices.

Guyana started the year in a state of political uncertainty as Parliament was prorogued in late 2014. Elections were held in May 2015 and resulted in a change in Government. The National Budget for the year was finally presented in Parliament in August 2015. These political developments placed the country in a holding pattern for the first half of 2015. This situation, when combined with the end of Petro-Caribe rice trading arrangement with Venezuela and declining commodity prices internationally for principal exports, resulted in a decline in the growth rate. The sugar industry continues to record significant losses and benefit from substantial government transfers. Hopefully, the new policies and strategies announced by the Government in the 2016 National Budget will move the economy forward and provide clear indications of new areas for investment by the private sector.

PERFORMANCE

Strategy

The strategic focus of the Group in the last few decades has been on value added brand development and diversification of its sources of revenue. I believe that the results of 2015 have proven that these strategies are robust and served the Group well in the difficult domestic and international business environment in the last year.

2015 was the first time in the Group's history, that the export value of branded rums exceeded the export value of bulk rum. The strategy that has been pursued by the Group over the last couple of decades has successfully insulated it from the vagaries of the international commodity market and placed the Group in a position to build a sustainable profitable market for its brands. It is in

furtherance of this strategy that we have decided to refine the approach to the development of our rum brands. In order to preserve the premium and superpremium positioning of El Dorado Rum brand locally and around the world, the Group will be pursuing the growth of a second brand to access and take full advantage of the opportunities in the value segment of the market. To this end, Diamond Reserve Rum brand has been revamped and now offers a new portfolio of rums which will access the standard and flavour segments of the market. Already, Diamond Reserve Coconut Rum and Diamond Reserve Rum Punch have been introduced on the domestic market. In 2016, this portfolio will be expanded on both the domestic and international markets.

The expansion of the El Dorado brand of aged rums continued in 2015, with the introduction of a limited volume release of 6 different special wine casks-finished El Dorado 15 Years Old Rum. Other similar releases are being planned in 2016. There are also plans to release an Ultra Premium exclusive release to mark the 50th Anniversary of Guyana's Independence. These new releases help to strengthen the Eldorado Brand while adding depth and complexity that attract rum connoisseurs around the world to our brand.

Sales

The dramatic decline in international commodity prices in 2015 had severe negative effects on segments of our bulk rum market. Low prices combined with the decline in international value of the Euro necessitated our withdrawal from segments of the commodity bulk rum market that were no longer contributing to our profitability. This resulted in a 43% decline in bulk rum export revenue in 2015. However, where possible, we continue to build the profitable segments that allow our bulk rum products to be part of the supply chain of premium global brands owned by other companies.

We continued to make impressive progress in the international branded segment of the rum market with sales increasing by 20% in foreign currency terms. In 2015, however, almost half of the growth, or about \$250m, was lost on conversion to Guyana dollars as a result of the comparative weaknesses of the Euro and Canadian dollar against the US dollar.

On the domestic market, liquor sales declined by 5%, while other non-liquor segments grew by 24%.

Overall, the effects of all the foregoing factors resulted in total Group sales declining marginally by net \$92m or 0.5%.

Results

The Group profit before taxation for the year was \$2.797 billion compared with \$2.636 billion the previous year, an increase of \$161m or 6 %.

However, on account of provision for deferred tax liability the Group profit after tax was \$1.896 billion, a decline of 1% from \$1.914 billion earned in the previous year.

SUBSIDIARIES

Distribution Services Limited recorded a Profit before tax of \$313m in keeping with the previous year results.

Declines in volume cargo adversely affected the results for Demerara Shipping Company Limited. Turnover declined by 12% while profit before tax declined from \$217m in 2014 to \$146m in 2015.



Tropical Orchard Products Ltd reported a profit before tax of \$20m compared with \$22.5m the previous year.

The overseas subsidiaries improved their overall combined profits in the year by \$105m. Demerara Distillers St Kitts recorded increase of \$4m, Demerara Distillers Europe recorded increase of \$96m while Demerara Distillers USA recorded increase of \$20m. However, Demerara Rum Company which markets bulk rum in North America and UK, recorded a decline of \$15m.

Dividends

An interim dividend of \$0.16 per share was paid in December 2015. The Directors have recommended a final dividend of \$0.46 per share, which would result in total dividend of \$0.62 per share payable for 2015.

Capital Expenditure

In the year, the Group expended \$153m in various capital projects to improve product quality in the Bottling Operations. The Group also incurred capital expenditure of \$150m to improve facilities for the enhancement of customer service in its retail stores. Capital expenditure totaling \$90m was also incurred in order to improve the infrastructure as well as increase storage capacity at our Demerara Shipping Wharf facilities.

In 2016, additional expenditure of \$150m would be incurred to complete projects that were in progress at the end of the year.

Organisational Capacity Building and Quality

The Group continues to provide training as well as support towards building of human capacity throughout the organization in order to assure the necessary skill-set to meet current and future needs. Particular focus has been placed on technical training to keep up with technological advances in the various areas of the Group's operations. The increasing use of Information Technology to create competitive advantage and operational efficiencies has also been a major focus in 2015.

The Company's commitment to quality is reflected in its continuous drive to satisfy its customers by providing the highest quality of products and services on time every time. Customer satisfaction is our absolute goal, and our continuous international certification through the International Organization for Standardization (ISO) 9001:2008 Quality Management System is testimony to the importance attached to this goal. In addition, the Distillery was certified to Good Manufacturing Practices (GMP) Standards by SGS.

DDL has been ISO certified since 1995 and continues to uphold this certification since then, upgrading with each revision of the International Standard. Our Distillery, Liquor Bottling Plant, Beverage Operations, TOPCO Juice Operations, Bulk Terminal and Quality Assurance Department have been certified under 1SO 9001: 2008 Quality Management System for the next three years.

The Group continues to invest technical and analytical capability through equipment upgrades for our laboratories across our manufacturing processes, so as to ensure accurate and reliable analytical results comparable to international norms and standards, meeting the demanding specifications of our international customers.

Our unwavering commitment to quality resulted in the El Dorado 12 Year Old Rum being adjudged the Best Rum in 2015 and awarded a Trophy at the International Wine and Spirit Competition held in London.

Future Prospects

Over the first 50 years of nationhood of this country, DDL stands proud of the fact that it is responsible for the creation of El Dorado Rum, the first global brand of Guyana. But past success must not lead to complacency. Indeed, brand building is an ongoing process and we must aim to always be at the leading edge of change. DDL will continue to attract and invest in the best people to provide future leadership and build on what has been accomplished to date while it continues to invest in advancing its technology.

It is my belief that the Group is well positioned to take advantage of evolving market opportunities and circumvent the uncertainties and challenges that the international business environment will always present. A strong foundation has been laid but the building process must be ongoing. The future prospects are indeed very promising.

Acknowledgements

I take this opportunity to thank all of our business partners, both locally and overseas. We value their support and loyalty and look forward to further strengthening these relationships as we go forward.

Our staff, at all levels in the organisation, continues to rise to the demands of an uncompromising international market place, and I thank all of them for their commitment and sacrifices over the past year. I look forward to joining hands with them as we take on the challenges of the future.

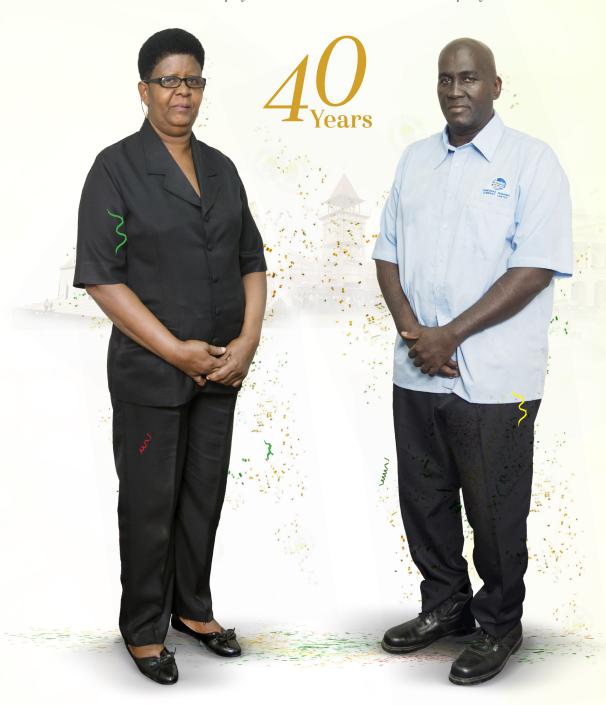
Finally, but in no way least, I thank the Board of Directors for their advice, guidance and support in the last year. Their continued oversight has helped to strengthen the Group's capacity in no small measure.

Komal Samaroo

Chairman

Long Service Lunch Service Lunch Lun

These Employees were honoured at the annual staff party.



WILMA CAMPBELL
Bottling Plant

PATRICK WILLIAMS DSCL

Demorara Distillers Limited and Subsidiaries
ANNUAL REPORT 2015



Long Service Awards - cont'd

 35_{Years}

RAJENDRA GIRDHARRY

30Years

GOMATTIE NAIPAUL Bottling Plant

KHEMRAJ GHARBARAN Rum Delivery

SATROHAN PERSAUD

RAJENDRA NAUTH Distillery

 $25_{
m Years}$

SURESH JAIKISHUN Beverage Plant

JAIGOBIN PARBHU Administration

MONICA GULLIAMES Beverage Plant

DEV MANGROOBottling Plant

OVID SAMUELS
Bottling Plant

CLAIR GILKES
Security

ABDOOL HAFEEZ YUSUFF Security

PAUL BHAGWANDIN
Projects

 20_{Years}

ROY ABRAMS

Berbice

ABDOOL HANIFF Beverage Sales/Dispatch

DEXTER WALDRON

Beverage Plant

DENISE DOUGLASCustomer Service

RAMPERTAB KISSOON DSCL

COMPTON W. PAUL DSCL

MOHAN TULSIDAS

DEONARINE BALKARRAN

SASENARINE BECHAN Distillery

ROBERT RAMPERSAUD

SHAEED SALIM

IMRAN RAMOUTAR

DERICK MOHITRAMBottling Plant

BEESHAM BASDEO

Security

TERRENCE M^eKOY Security

occurrey

SAEED MOHAMED Beverage Plant

TILLACK RAM Essequibo

HEMWATIE NARAIN

Finance

ASIF GAFOOR Human Resources

SHARON SUE HANG-BAKSH

Corporate

SHARDA VEEREN-CHAND

Marketing

15

ISHMAEL MOHAMED

Beverage Sales/Dispatch

BHARAT BUDHAI Beverage Plant

ROGER CUMBERBATCH

Distillery

ROOP NARAIN Distillery

DOODNAUTH RAMSARRAN

KHEMRAJ PERSAUD

Distillery

JAINARINE JAIKARAN Security

security

FRANCIS KHAN

Security

JAWAHARLALL S. SAWH PETER

Security

VISHNUDAT NARAIN

Security

HAIMKUMAR PRASHAD

Special Events

CHABELAL RAMJAG

Workshop

SAMEER KHAN

Bottling Plant

VIDYA MOHAN

Bottling Plant

SHELEEZA GAFOOR

Finance

CHOGEETA RAMRATTAN

Finance

NADIA HASSAN

Human Resources

Management OMM



From Left to Right:

VASUDEO SINGH Finance Controller

ALLISON THORNE Company Secretary/Legal Officer

celebrate Guyana

Management)



SHAUN CALEB

FAZAL BACCHUS

Chief Internal Auditor

YESHWAR BHAGWANDAT

Senior Buiness Development Manager

Dimorara Distillers Limited and Subsidiaries

ANNUAL REPORT 2015



The Board of Directors ("the Board") is pleased to present its Report together with the Audited Financial Statements of Demerara Distillers Limited & Subsidiaries ("the Group") for the year ended December 31, 2015.

Turnover and Profitability

Group turnover decreased by \$0.1 billion from \$18.1 billion in 2014 to \$18.0 billion in 2015. Group pre-tax profits increased by \$161 million from \$2.64 billion in 2014 to \$2.80 billion in 2015.

Dividends

A final dividend of \$0.46 per share has been recommended, in addition to \$0.16 per share interim dividend already paid, bringing the total dividends for the year to \$0.62 per share.

BOARD OF DIRECTORS	DESIGNATION
Komal Samaroo	Executive Chairman
Yesu Persaud	Non-Executive Director
Rudolph Collins	Non-Executive Director
Egbert Carter	Non-Executive Director
Timothy Jonas	Non-Executive Director
Harryram Parmesar	Non-Executive Director
Lancelot Tyrell	Non- Executive Director
Sharda Veeren-Chand	Executive Director
Chandradat Chintamani	Executive Director
Sharon Sue Hang-Baksh	Executive Director

Directors

In accordance with Article 122 of the Company's Articles of Association, Directors Messrs. Egbert Carter, Rudolph Collins, Timothy Jonas, Harryram Parmesar, Yesu Persaud and Lancelot Tyrell will retire by rotation at the close of the Annual General Meeting held on the 31st day of March 2016, and being eligible, offer themselves up for re-election.

Directors' Emoluments as at December 31, 2015

Egbert Carter	\$1,800,000
Rudolph Collins	\$1,800,000
Timothy Jonas	\$1,800,000
Harryram Parmesar	\$1,800,000
Yesu Persaud	\$1,800,000
Lancelot Tyrell	\$1,800,000

Directors' Interest - Demerara Distillers Limited

The interests of Directors holding office in the ordinary shares of Demerara Distillers Limited at December 31, 2015 and up to the date of this Report were as follows:

DIRECTOR

ORDINARY SHARES AT NO. PAR VALUE

	Benefic 2015	ial Interest 2014	Associates' 2015	Interest 2014
Komal Samaroo	931,646	931,646	1,137,141	1,137,141
Egbert Carter	Nil	14,000	Nil	Nil
Rudolph Collins	929	929	Nil	Nil
Timothy Jonas	50,000	50,000	Nil	Nil
Harryram Parmesar	105,504	55,504	Nil	Nil
Yesu Persaud	Nil	Nil	Nil	Nil
Lancelot Tyrell	29,750	29,750	Nil	Nil
Sharda Veeren-Chand	1,500,000	1,500,000	Nil	Nil
Chandradat Chintamani	200,000	200,000	Nil	Nil
Sharon Sue Hang-Baksh	23,334	23,334	Nil	Nil



The Associate's interest disclosed for Mr. Komal Samaroo is held beneficially.

Contracts with Directors

During the financial year there were no:

· Service contracts with any of the Directors of the Company

· Significant contracts to which any of the Directors of the Company was party to or materially interested in either directly or indirectly.

Auditors

The Auditors, Messrs TSD Lal & Co. have retired and being eligible, offer themselves for re-appointment. Accordingly, a motion for their re-appointment will be proposed for the approval of Shareholders at the Annual General Meeting.

Corporate Governance

In 2015, the Group continued to be guided by those sacrosanct principles of good corporate governance which maintained and assured transparency, accountability, fairness, and corporate responsibility in the initiation, planning and implementation of its corporate and operational objectives.

As the Trustee for and on behalf of Shareholders as well as the Group's principal decision making body, the Board incorporated in its deliberations, those governance standards which ensured that Shareholder's rights were preserved and that the Group operated with integrity whilst also adhering to its legal obligations.

In discharging its responsibility to oversee the Group's strategy and supervise its affairs, the Board convened no less than twelve (12) Board Meetings in 2015 to maturely consider and, where thought fit, make decisions on the matters reserved for Board consideration, including but not limited to:

- · the strategic direction of the Group;
- · the policies and practices to guide the Group;
- · the operational and financial performance of the Group;
- · approval of the Group's annual budget;
- · approval of major capital projects;
- · approval of major disposals and acquisitions;
- recommend dividends;
- · the corporate and operational risks management systems within the Group;
- · succession planning within the Group;
- · all matters with significant corporate, operational, financial and legal implications.

With a diversified range of knowledge, skills, expertise and experience, which appositely supports the Group's objectives, the Board comprise ten (10) Directors; four (4) Executive Directors and six (6) Non-Executive Directors.

Non-Executive Directors of the Board were re-elected by Shareholders at the last Annual General Meeting of the Company held on March 27, 2015. The re-elected Non-Executive Directors have consistently and consciously abstained from participation in the day to day management of the Group so as to maintain independent and impartial judgement in the interest of the Group and its Shareholders.

Executive Directors manage and provide leadership to various areas of the Group's business as well as discharge overall corporate functions of the Group. Executive Directors along with Senior Management comprise the Executive Committee.

The Executive Committee remains collectively responsible and accountable for the daily management of the Group's business as well as the implementation of the Board's policy decisions. A minimum of twelve (12) Executive Committee Meetings were convened in 2015, where thorough analysis and decisive steps were agreed on matters such as: Production, Sales, Marketing, Information Technology, New Product Development, Operational and Financial Performance, Personnel, Health, Safety and Environment, Capital Projects, Security, Risk Management and Internal Controls.

The Group's Management Structure is configured so as to minimise risks of conflict of interest and maintain adequate controls. To this end, Operational Divisions such as Production and Sales remain functionally separate and distinct from Services Divisions such as Commercial, Human Resources, Management Information Systems, Quality Assurance, Finance and Security.

As the Group continues to focus on strengthening the existing corporate governance framework and systems, the Board reaffirms its commitment to strict adherence to entrenched corporate governance best practices.

Report of the Directors - contd

Board Committees

Having established two Committees, the Audit Committee and Technical Committee, to assist in the discharge of its oversight role, the Board continued to preserve the respective functions of these Committees in 2015. During the year, the Board received periodic reports from the Chairpersons of these Committees, which were laid before Board Meetings for consideration.

Audit Committee

The Audit Committee is an active Committee of the Board that meets regularly.

The Members of the Audit Committee are:

Harryram Parmesar Non-Executive Director Chairman
Timothy Jonas Non-Executive Director Member

The main objective of the Audit Committee is to aid the Board of Directors in discharging its responsibility to oversee:

- financial reporting, auditing and internal control policies and procedures, including the integrity of the Company's financial statements;
- · compliance with legal and regulatory requirements;
- · the performance of the Company's Internal Audit Department; and
- · the independent auditors' competence, independence and performance.

The Audit Committee is supported in its activities by the Company's Internal Auditor, who reports directly to the Chairman of the Audit Committee, and is responsible for carrying out independent checks to ensure compliance with and adherence to the Company's internal controls, established systems and documented procedures. At the request of the Committee, the Internal Auditor ordinarily attends the monthly Audit Committee Meetings along with any other Executive Directors, Managers or Officers, whose presence the Committee deems necessary.

The Committee is satisfied that its recommendations for strengthening internal controls within the Group are being addressed by Management.

Technical Committee

The Technical Committee ("the Committee") is comprised of five (5) Members: two (2) of whom are Non-Executive Directors along with one (1) Executive Director and two (2) Senior Managers.

The Members of the Technical Committee are:

Lancelot Tyrell Non-Executive Director Chairman
Egbert Carter Non-Executive Director Member
Sharon Sue Hang-Baksh Director of Technical Services Member

Shaun Caleb Senior Process

Improvement Manager,

Liquor Plants Member
Finance Controller Member

Vasudeo Singh Finance Controller

The primary objectives of the Technical Committee are:

- · to prudently guide the Board and Group on all technical matters relating to the preparation and implementation of capital projects;
- to develop, monitor and review policies for operational maintenance of all plant and equipment of the Group in view of industry best practices;
- to guide the Board and Group's Management on technical issues in the preparation and implementation of maintenance processes to achieve the designed operating parameters.



celebrate C furjana rt of the Directors - contd

The Technical Committee convened five (5) Meetings in 2015. At those meetings, the Committee focused primarily on reviewing major capital projects including the renovation and modification of the Bio-digester Tank No. 2C as well as the first phase of the repair and upgrades to the Demerara Shipping Wharf Operations both, of which, have been scheduled for completion by the end of the second quarter in 2016.

During the year, the Committee also dedicated considerable focus on reviewing, for Board consideration, those facilities and equipment within the Group's infrastructure which required major overhaul and/or upgrades. Additionally, the Committee geared its attention towards developing and facilitating appropriate training and developmental sessions for the benefit of technical staff.

Substantial Shareholders

Company/Institution	20	015	20	14
	# of Shares	% Shareholding	# of Shares	% Shareholding
Trust Company (Guyana) Limited	232,275,372	30.17	158,495,834	20.58
Secure International Finance Co Ltd	141,289,578	18.35	141,054,231	18.32
National Insurance Company	61,600,000	8.00	61,600,000	8.00

A substantial shareholder is defined as a person who is entitled to exercise, or control the exercise of five percent (5%) or more of the voting power at any general meeting of the company.

Changes in Affairs of the Company

There were no significant changes in the affairs of the Company during the year ended December 31, 2015.

Issued Share Capital of Subsidiaries

Demerara Contractors & Engineers Limited 10,000,000 shares at no par value

Demerara Shipping Company Limited 5,000,000 shares at no par value

Distribution Services Limited 10,000,000 shares at no par value

Tropical Orchard Products Company Limited 13,300 shares at \$1,000

Breitenstein Holdings BV 22,689 shares at no par value

Demerara Distillers (St. Kitts-Nevis) Limited 10,000 shares at EC\$270

Demerara Distillers (TT) Limited 2 shares at no par value

Demerara Distillers (US) Inc. 90,000 shares at no par value

Demerara Rum Company 100 shares at no par value

BY ORDER OF THE BOARD

Allison Thorne (Ms.)

Company Secretary/Legal Officer

February 18, 2016



Responsibility

At Demerara Distillers Limited our philosophy continues to be that we have a responsibility to help develop the next generation of consumers and employees who will be the future of both our Company and our Country. In 2015 we continued our focus on the development of youth through several avenues in the areas of Education and Sports, including:

EDUCATION - DDL FOUNDATION

This year DDL Foundation was proud to see our first batch of awardees graduate from high school, successfully completing their CSEC examinations.

Chelsea Balkaran, Natasha Loncke and Fareeda Bacchus were the inaugural group of students when the foundation was launched in December 2010. The goal of the Foundation is the advancement of education in secondary students by providing scholarships to assist with the main costs associated with attending school. This includes books, uniforms, transportation and, in some cases, meals.

All students who have excelled in the National Grade Six Examination and who have demonstrated their need for assistance as a result of their financial or social constraints can apply to the Foundation.

The Foundation comprises mainly volunteers from the DDL staff body, includes a mentorship program where each child is paired with a Mentor who monitors the performance of the child and provides the necessary moral and other support during the period of their relationship with the Foundation.

Today the Foundation has a total of twenty-six (26) students from around the country who benefit from scholarships.

SPORTS - LOCAL SPONSORSHIPS

Diamond Mineral Water Cycling

DDL, under its Diamond Mineral Water, brand collaborated once again with National Cycling Coach, Hassan Mohamed in hosting of two major cycling events in the year 2015. The 10th Annual Youth Program and Invitation Event was held in March at the National Park and the 16th Annual Diamond Mineral Water 50 Miles Road Race which was held in November from Wales to Parika and back to the Demerara Harbour Bridge was captured by Mr. Junior Niles who won first prize in the Senior category.



DDL's Brand Manager, Larry Wills (fifth from left) presents the sponsorship to national coach Hassan Mohamed

Pepsi Under 16 Boxing

DDL's relationship with the Guyana Amateur Boxing Association (GABA) continued in 2015 with Pepsi partnering with the GABA to sponsor two (2) Pepsi Under-16 Boxing tournaments in 2015.

Since this tournament was first executed in 2012, we have been able to see a number of boxers using the competition to showcase and develop their talent. The tournament which acts as a nursery for young boxers gives them an opportunity to participate in an organised tournament. For most of the young people involved in this sport, boxing is a lifeline that will not only provide the path to professionalism but will also provide gainful, meaningful engagement.

Hockey

Demerara Distillers Limited, under its Diamond Mineral Water Brand, renewed its collaboration with the Guyana Hockey Board to host the 11th Annual Diamond Mineral Water International In-Door Hockey Festival held at the National Gymnasium on November 26-29, 2015. The festival is one of the largest and most popular in the hockey category that attracts top teams from the Caribbean Region and North America.

Corporate Social Responsibility - conti



DDL's Brand Manager, Larry Wills (second from left) at the Press Conference with President of Guyana hockey Board, Philip Fernandes (second from right).

Horse Racing

celebrate (*

Jurjana

DDL maintains its sponsorship of the Kennard Memorial Turf Club's (KMTC) annual Boxing Day horse race meet for the 43rd year. This activity is primarily targeted to the people of West Berbice and is deemed a key event in the horse racing calendar. DDL promises to continue its partnership with KMTC for years to come.



Ivanoff Brand Manager, Maria Munroe (right), presents trophy and sponsorship cheque to Justice Cecil Kennard (left)

Mainstay Regatta

This is one of the biggest regattas in the Essequibo County attracting thousands of patrons to the white sandy beach of the Mainstay Resort. Patron enjoy in large numbers canoeing swimming and boat racing. DDL under its Ivanoff Vodka Brand sponsored the exhilarating 150 horse power boat racing. This event saw in attendance of over 2,500 persons and the numbers continue to grow as more emphasis is placed on these local events.

Golf

Despite being a rather unpopular sport in Guyana, El Dorado understands the need to develop all sports regardless of popularity. For the past four years, El Dorado has been sponsoring Golf held at the Lusignan Golf Club. This sport has the potential to grow in coming years.



El Dorado Brand Manager, Larry Wills (left), presents cheque to LGC PRO, Guy Griffith

Rodeo

El Dorado was once again maintained its platinum title sponsorship of Rupununi Rodeo 2015. This event takes place in the Lethem community attracting both tourists from neighbouring Brazil as well as those journeying the trail from Georgetown and is viewed as the biggest activity in the region's calendar of events. Despite having a smaller turnout from outside the Lethem community, DDL promises to maintain its support of this event in years to come.



Scene from The Rupununi Rodeo 2015

INTERNATIONAL SPONSORSHIPS

Rose Hall Town Youth and Sports Club

DDL extends its partnership with the Rose Hall Town Youth and Sports Club under 19 team. As a part of our developmental program in sports, DDL under its Pepsi brand continues to support the RHTY Pepsi under 19 team.

Hero Caribbean Premier League T20 2015

Demerara Distillers' most popular brand is once again the 'Official' Spirit' and 'Celebration Partner' of the Hero CPL T20 2015 League. El Dorado has also maintained its sponsorship of the Guyana Amazon Warriors, Trinidad Red Steel and Barbados Tridents for the second consecutive year. This year, the beverage giant has widened their support to include Gatorade being the official sports drink of the Guyana Amazon Warriors team.



Scenes from a cricket match at the Guyana National Stadium

TRAINING AND EDUCATION

Tours

During the year 2015, the Company facilitated two thousand two hundred and twenty six (2,226) students from forty (40) institutions to tour the operations. They gained exposure to the operations of the Topco, Beverage and Bio-meth Plants.

Work Attachments

As part of our Corporate Social Responsibility, the Company facilitated a Work Study Programme for thirty-four (34) students from the University of Guyana, the Government Technical Institute, Secondary schools and the Kuru Kuru Training Centre.

These students were assigned to a number of Departments across the company.



Some of the work study students who participated in the Emancipation Concert at DDL

Bursary Awards Scheme

Demerara Distillers Limited held its annual Bursary Awards Programme on Tuesday, August 25, 2015, and awarded new bursaries to eighteen (18) employees' children who passed the year 2015 National Grade Six Assessment of the Secondary School Entrance Examination (SSEE).

DDL currently has a bursary scheme of eighty three (83) students receiving annual bursaries, from across Guyana.



DDL Chairman handing over a bursary cheque to Ethan Anthony Chinapen (Top Photo) and Some of the Bursary awardees, with DDL team members

Cadetship/Scholarship/SponsorshipProgramme

The company continues its Cadetship programme and there are currently four (4) persons who are on Cadetships at the University of Guyana. Seventy six (76) persons benefited from financial support to pursue professional development at Universities (local and foreign), and other professional institutions in accounting, information technology, business administration, human resources, marketing etc..

This programme represents just one of the many ways the Company gives back to the society/community and underscores the Company's commitment to human resources development.

Management Trainee Programme

In 2015, Demerara Distillers Limited accepted eight (8) University Graduates from the Departments of Social Sciences and Technology, into its Management Trainee Programme.

Most of these graduates are currently involved in on the job training. Their training will ensure exposure to most areas of operations within the business, so as to prepare them to function effectively in their future assignments.

Demorara Distillers Limited and Subsidiaries

ANNUAL REPORT 2015









celebrate Guyana

Statements

Independent Auditors Report	31
Considated Statement of Profit or Loss and other Comprehensive Income	32
Statement of Changes in Equity	33
Consolidated Statement of Financial Position	35
Consolidated Statement of Cash flows	37
Notes on the Accounts	39



TO THE MEMBERS OF DEMERARA DISTILLERS LIMITED AND SUBSIDIARIES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

Report on the Financial Statements

We have audited the accompanying financial statements of Demerara Distillers Limited and Subsidiaries which comprise the statement of financial position as at December 31, 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes as set out on pages 32 to 92.

Directors'/Management's Responsibility for the Financial Statements

The Directors/ Management are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view, in all material respects of the financial position of Demerara Distillers Limited and Subsidiaries as at December 31, 2015 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Report on Other Legal and Regulatory Requirements

The financial statements comply with the requirements of the Companies Act 1991.

TSD LAL & CO.

CHARTERED ACCOUNTANTS

a) M(0) c

77 Brickdam, Stabroek, Georgetown, Guyana. February 18, 2016 Consolidated Statement of Profit or Loss & other Comprehensive Income

FOR THE YEAR ENDED DECEMBER 31, 2015

	ŃOTES	COMP	ANY	GROUP		
		2015 G\$ 000	2014 Restated G\$ 000	2015 G\$ 000	2014 Restated G\$ 000	
Turnover Cost of sales		11,504,764 (7,298,273)	12,642,287 (8,552,738)	18,020,518 (11,552,477)	18,112,393 (11,341,039)	
Gross profit Other income Selling and distribution expenses Administration expenses	5	4,206,491 463,350 (1,153,007) (761,384)	4,089,549 420,736 (982,195) (898,781)	6,468,041 397,490 (2,144,343) (1,432,304)	6,771,354 291,187 (2,279,811) (1,578,108)	
Profit before interest and taxation Finance cost Share of profit of associate companies	11c (i)	2,755,450 (509,416)	2,629,309 (590,422)	3,288,884 (581,359) 89,748	3,204,622 (675,645) 106,886	
Profit before taxation Taxation	6 7	2,246,034 (659,902)	2,038,887 (447,814)	2,797,273 (901,418)	2,635,863 (721,579)	
Profit for the year		1,586,132	1,591,073	1,895,855	1,914,284	
Other Comprehensive Income: Items that will not be reclassified to profit or loss: Remeasurement of defined benefit pension plans	28	(83,300)	(94,357) (94,357)	(83,300) (83,300)	(94,357) (94,357)	
Items that may be subsequently reclassified to profit	t or loss:					
Exchange difference on consolidation Fair value gain on investments	17(c) 17(b)	5,115	10,005	(141,089) (38,734)	(165,223) $24,415$	
		5,115	10,005	(179,823)	(140,808)	
Other comprehensive loss for the year		(78,185)	(84,352)	(263,123)	(235,165)	
Total comprehensive income for the year		1,507,947	1,506,721	1,632,732	1,679,119	
Profit attributable to: Equity holders of the parent		1,586,132	1,591,073	1,895,855	1,914,284	
Total Comprehensive Income attributable to: Equity holders of the parent		1,507,947	1,506,721	1,632,732	1,679,119	
Basic earnings per share in dollars	9	2.06	2.07	2.46	2.49	

"The accompanying notes form an integral part of these financial statements"

celebrate Guyana



COMPANY Attributable to equity holders of the parent

	NOTES		Capital reserves	Other reserve	Retained earnings	Total
		G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Balance at January 01, 2014		770,000	489,565	769,670	10,795,564	12,824,799
Changes in equity 2014						
Total comprehensive income for the year-restated	28	-	-	10,005	1,496,716	1,506,721
Dividends	8		-	-	(454,300)	(454,300)
Balance at December 31, 2014 - restated		770,000	489,565	779,675	11,837,980	13,877,220
Changes in equity 2015						
Total comprehensive income for the year		-	-	5,115	1,502,832	1,507,947
Dividends	8		-	-	(462,000)	(462,000)
Balance at December 31, 2015		770,000	489,565	784,790	12,878,812	14,923,167

celebrate Guyana 🕹



FOR THE YEAR ENDED DECEMBER 31, 2015

GROUP

		Attributable to equity holders of the parent						Total
	NOTES	Share capital	Capital reserves	Other reserve	Exchange difference reserve	Retained earnings	Total	equity
		G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Balance at January 01, 2014		770,000	450,854	851,890	110,023	13,875,880	16,058,647	16,058,647
Changes in equity 2014								
Total comprehensive income/ (loss) for the year - restated	28	-	-	24,415	(165,223)	1,819,927	1,679,119	1,679,119
Dividends	8		-	-	-	(454,300)	(454,300)	(454,300)
Balance at December 31, 2014 - restated		770,000	450,854	876,305	(55,200)	15,241,507	17,283,466	17,283,466
Changes in equity 2015								
Total comprehensive income/ (loss) for the year		-	-	(38,734)	(141,089)	1,812,555	1,632,732	1,632,732
Dividends	8		-	-	-	(462,000)	(462,000)	(462,000)
Balance at December 31, 2015		770,000	450,854	837,571	(196,289)	16,592,062	18,454,198	18,454,198



	NOTES	COMPANY		GROUP	
		2015	2014 Restated	2015	2014 Restated
ASSETS Non current assets		G\$ 000	G\$ 000	G\$ 000	G\$ 000
Property, plant and equipment	10	8,820,403	8,746,278	9,614,705	9,566,309
Investments	11	1,447,412	1,442,777	1,633,737	1,618,816
Retirement benefit asset	12	1,206,942	1,284,885	1,206,942	1,284,885
Total non-current assets		11,474,757	11,473,940	12,455,384	12,470,010
Current assets					
Inventories	13	10,807,723	10,355,610	12,588,568	13,095,155
Trade and other receivables	14	636,807	798,668	1,686,786	1,822,299
Prepayments		401,656	209,978	442,020	280,971
Taxes recoverable		48,850	48,850	419,388	330,121
Cash on hand and at bank		137,301	189,225	361,593	387,768
Total current assets		12,032,337	11,602,331	15,498,355	15,916,314
TOTAL ASSETS		23,507,094	23,076,271	27,953,739	28,386,324
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent					
Issued capital	16	770,000	770,000	770,000	770,000
Capital reserves	17 (a)	489,565	489,565	450,854	450,854
Other reserve	17 (b)	784,790	779,675	837,571	876,305
Exchange difference reserve	17 (c)	-	-	(196,289)	(55,200)
Retained earnings		12,878,812	11,837,980	16,592,062	15,241,507
TOTAL EQUITY		14,923,167	13,877,220	18,454,198	17,283,466

"The accompanying notes form an integral part of these financial statements"

celebrate Guyana 🕹



	NOTES	COM	PANY	GRO	OUP
		2015	2014 Restated	2015	2014 Restated
		G\$ 000	G\$ 000	G\$ 000	G\$ 000
Non-current liabilities					
Loans due after one year	18	2,814,418	3,558,912	3,338,878	4,226,569
Deferred tax	7	1,210,471	1,091,161	1,179,952	1,091,161
Retirement benefit obligation	12	11,462	13,129	11,462	13,129
Total non-current liabilities		4,036,351	4,663,202	4,530,292	5,330,859
Current liabilities					
Trade and other payables	15	2,379,985	2,297,342	1,744,005	2,380,932
Taxes payable		97,251	89,921	155,118	135,666
Current portion of Interest bearing borrowings	18	903,903	708,679	1,023,922	812,340
Bank overdraft (secured)	18	1,166,437	1,439,907	2,046,204	2,443,061
Total current liabilities		4,547,576	4,535,849	4,969,249	5,771,999
TOTAL LIABILITIES		8,583,927	9,199,051	9,499,541	11,102,858
TOTAL EQUITY AND LIABILITIES		23,507,094	23,076,271	27,953,739	28,386,324

The Board of Directors approved these financial statements for issue on February 18, 2016.

Chairman

Hangan fames Director



FOR THE YEAR ENDED DECEMBER 31, 2015

	COMPANY		GROUP	
	2015	2014	2015	2014
	G\$ 000	Restated G\$ 000	G\$ 000	Restated G\$ 000
Operating activities	0.044.004	0.000.005	0.000	0.605.060
Profit before taxation	2,246,034	2,038,887	2,797,273	2,635,863
Adjustments for:				
Depreciation (net of intergroup transfers)	586,908	554,845	661,367	633,566
Decrease in deferred expenditure	-	80	-	80
Fair value adjustment on investment	-	_	-	2,138
(Increase) / decrease in defined benefit asset	77,943	(38,703)	77,943	(38,703)
Decrease in defined benefit liability	(1,667)	(50,654)	(1,667)	(50,654)
Gain on disposal of investment	(72,720)	_	(124,807)	_
Increase in investment in associate companies		_	(64,910)	(78,421)
Exchange difference on consolidation	_	_	(141,089)	(165,223)
Interest received	(71)	(24)	(71)	(24)
Interest paid	509,487	590,446	581,430	675,669
Operating profit before working capital changes	3,345,914	3,094,877	3,785,469	3,614,291
(Increase) / decrease in inventories	(452,113)	(172,804)	506,587	(403,834)
(Increase) / decrease in receivables and prepayments	(29,817)	131,196	(25,536)	142,135
Decrease in payables and accruals	(418,603)	(1,264,773)	(636,927)	(1,429,246)
Increase / (decrease) in due from subsidiaries	501,246	(493,710)	-	-
Cash generated from operations	2,946,627	1,294,786	3,629,593	1,923,346
Taxes paid/adjusted	(616,562)	(305,564)	(965,744)	(607,732)
Net cash provided by operating activities	2,330,065	989,222	2,663,849	1,315,614
Investing activities				
Interest received	71	24	71	24
Purchase/transfer of property, plant and equipment	(661,033)	(347,194)	(709,763)	(387,504)
Sale of investment	73,200		136,064	-
Net cash used in investing activities	(587,762)	(347,170)	(573,628)	(387,480
				La contra la la contra la

"The accompanying notes form an integral part of these financial statements"

celebrate Guyana 🕹

Consolidated Statement of Cash Flows - cont'd

FOR THE YEAR ENDED DECEMBER 31, 2015

	COMPANY		GROUP	
	2015	2014 Restated	2015	2014 Restated
Financing activities	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Loans drawn down Loan repayments and transfers	(549,270)	1,101,000 (648,958)	- (676,109)	1,201,000 (739,454)
Interest paid Dividends paid	(509,487) (462,000)	(590,446) (454,300)	(581,430) (462,000)	(675,669) (454,300)
Net cash used in financing activities	(1,520,757)	(592,704)	(1,719,539)	(668,423)
Net increase in cash and cash equivalents	221,546	49,348	370,682	259,711
Cash and cash equivalents at beginning of period	(1,250,682)	(1,300,030)	(2,055,293)	(2,315,004)
Cash and cash equivalents at end of period	(1,029,136)	(1,250,682)	(1,684,611)	(2,055,293)
Comprising: Cash on hand and at bank Bank overdraft (secured)	137,301 (1,166,437)	189,225 (1,439,907)	361,593 (2,046,204)	387,768 (2,443,061)
Cash and cash equivalents at end of period	(1,029,136)	(1,250,682)	(1,684,611)	(2,055,293)



1 Incorporation and activities

Incorporation

The Company was incorporated on November 17, 1952 under the name Guyana Distilleries Limited. In 1983, the Company's name was changed to Demerara Distillers Limited.

Activities

The principal activities of the company, its subsidiaries and associate companies are as follows:

(a) Manufacturing

The distilling, blending and sale of bulk spirits and alcoholic products, manufacturing and sale of non-alcoholic beverages, Co2 gas and fruit juices.

(b) Trading

Distributors of branded products.

(c) Services

Shipping, contracting services, insurance, sales and logistics.

2 New and amended standards and interpretations

Effective for the current year end

Effective for annual periods beginning on or after

New and Amended Standards

IAS 19 Employee Benefits	1 February 2015
Annual Improvements 2010-2012 Cycle	1 February 2015
Annual Improvements 2011-2013 Cycle	1 February 2015

Of the above, the following are relevant to the group.

Amendments to IAS 19: Defined Benefit Plans: Employee Contributions

Amends IAS 19 Employee Benefits to clarify the requirements that relate to how contributions from employees or third parties that are linked to service should be attributed to periods of service.

The application of the amendments to IAS 19 may have an impact on amounts reported in respect of the Group's defined benefit plans. However, the directors have not yet performed a detailed analysis of the impact of the application of the amendments and hence have not yet quantified the extent of the impact.





2 New and amended standards and interpretations - cont'd

Annual Improvements

The annual improvements program of the International Accounting Standards Board deals with amendments and clarifications

to IFRS.

IFRS 5 - Non-current Assets Held for Sale and Discontinued Operations

IFRS 7 - Financial Instruments Disclosure

IFRS 9 - Financial Instruments
IFRS 14 - Regulatory deferral accounts

IFRS 15 - Revenue from contracts with customers
IFRS 10/IAS 28 - Amendments-Sale or contribution of assets
IFRS 11 - Amendments- Disclosure initiative

IAS 1 - Amendments-Disclosure initiative

IAS 16/IAS 38 - Clarification of acceptable methods of depreciation and amortization

IAS 16/ IAS 41 - Amendments-Bearer plants

IAS 27 - Amendments-Equity method in separate financial statements

IAS 34 - Interim Financial Reporting

Pronouncements effective in future periods

	Effective for annual periods beginning on or after
New and Amended Standards	
IFRS 14 Regulatory Deferral Accounts	1 January 2016
IFRS 11 Joint Arrangements	1 January 2016
IAS 16 & IAS 38 Clarification of Acceptable Methods of	
Depreciation and Amortisation	1 January 2016
IAS 16 & IAS 41 Agriculture: Bearer Plants	1 January 2016
IAS 27 Separate Financial Statements	1 January 2016
IFRS 10 & IAS 28 Sale or Contribution of Assets Between	
Investor and Associate or Joint Venture	1 January 2016
Disclosure Initiative Amendments to IAS 1	1 January 2016
Annual Improvements 2012-2014 Cycle	1 July 2016
IFRS 9 Financial Instruments: Classification, Measurement and	
additions for financial liability accounting	1 January 2018
IFRS 15 Revenue from Contracts with Customers	1 January 2018

The Group has not opted for early adoption.

The standards and amendments that are expected to have a material impact on the Group's accounting policies when adopted are explained below.



2 New and amended standards and interpretations - cont'd

Amendments to IFRS 11: Accounting for Acquisitions of Interests in Joint Operations

Amends IFRS 11 Joint Arrangements to require an acquirer of an interest in a joint operation in which the activity constitutes a business to:

- apply all of the business combinations accounting principles in IFRS
- · disclose the information required by IFRS 3 and other IFRSs for business combinations.

The application of the amendments is not likely to have a material impact on amounts reported in respect of joint arrangements.

IFRS 15: Revenue from Contracts with Customers

This standard provides a single, principles based five-step model to be applied to all contracts with customers as follows:

- Identify the contract with the customer
- Identify the performance obligations in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligations in the contracts
- Recognise revenue when (or as) the entity satisfies a performance obligation.

Amendments to IAS 16 and IAS 38: Clarification of Acceptable Methods of Depreciation and Amortisation

Amends IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets to clarify that a depreciation method for the use of an asset that is not appropriate for property, plant and equipment.

The application of the amendments may have an impact on amounts reported in respect of depreciation. However, the directors have not yet performed a detailed analysis of the impact of the application of the amendments and hence have not yet quantified the extent of the impact.

Amendments to IAS 27: Equity Method in Separate Financial Statements

Amends IAS 27 Separate Financial Statements to permit investments in subsidiaries, joint ventures and associates to be optionally accounted for using the equity method in separate financial statements.

The application of the amendments may have an impact on amounts reported in respect of investments in the consolidated financial statements. However, the directors have not yet performed a detailed analysis of the impact of the application of the amendments and hence have not yet quantified the extent of the impact.

Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)

Amends IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures (2011) to clarify the treatment of the sale or contribution of assets from an investor to its associate or joint venture.

Disclosure Initiative (Amendments to IAS 1)

Amends IAS 1 Presentation of Financial Statements to address perceived impediments to preparers exercising their judgement in presenting their financial reports

Annual Improvements 2012-2014 Cycle

Makes amendments to the following standards:

IFRS 5 - Non-current Assets Held for Sale and Discontinued Operations

IFRS 7 - Financial Instruments: Disclosures

IFRS 9 - Financial Instruments

IAS 34 - Interim Financial Reporting







2 New and amended standards and interpretations - cont'd

IFRS 9-Financial instrument

IFRS 9 is effective for annual periods beginning on or after 1 January 2018 with earlier application permitted. Early adoption must apply all of the requirements in IFRS 9 at the same time, except for those relating to:

- 1. the presentation of fair value gains and losses attributable to changes in the credit risk of financial liabilities designated as at FVTPL, the requirements for which an entity may early apply without applying the other requirements in IFRS 9; and
- 2. hedge accounting, for which an entity may choose to continue to apply the hedge accounting requirements of IAS 39 instead of the requirements of IFRS 9.

The standard contains specific transitional provisions for:

- (i) classification and measurement of financial assets;
- (ii) impairment of financial assets; and
- (iii) hedge accounting.

The directors have not yet performed a detailed analysis of the impact of the application of the amendments and hence have not yet quantified the extent of the impact.

3 Summary of significant accounting policies

(a) Accounting convention

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain investments, property and equipment and conform with International Financial Reporting Standards.

(b) Fixed Assets and depreciation

Land and buildings held for use in the production or supply of goods or services, or for administrative purposes are stated in the statement of financial position at cost or revalued amounts. Revalued amounts are taken as the fair value at the date of revaluation determined from market-based evidence by appraisal undertaken by professional valuers.

Any revaluation increase arising on the revaluation of such land and buildings is credited to the revaluation reserve. Depreciation on revalued assets is charged to the statement of profit or loss and other comprehensive income.

Equipment, fixtures and vehicles are stated at cost less accumulated depreciation and any recognised impairment loss.

Depreciation is charged so as to write off the cost or valuation of assets, other than land and construction work in progress, over their estimated useful lives using the straight line method as follows:

2015/2014

Buildings	-	2.00%
Plant and Machinery-Distillery	-	6.25%
Plant and Machinery-Others	-	7.25%
Office Equipment	-	12.50%
Furniture, Fixtures & Fittings	-	10.00%
Sundry equipment	-	20.00%
Computer equipment	-	20.00%
Vehicles	-	25.00%





(c) Inventories

Stocks are valued at the lower of cost and net realisable value using the weighted average cost method. Work-in-progress and finished goods cost comprise cost of production and attributable overheads appropriate to the location and condition. Net realisable value is the selling price in the normal course of business less costs of completion and selling expenses.

(d) Foreign Currencies

Transactions in currencies other than Guyana dollars are recorded at the rates of exchange prevailing on the date of the transactions. At each reporting date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting date.

Non monetary assets and liabilities carried at fair value that are denominated in foreign currency are translated at the rates prevailing when the fair value was determined. Gains and losses arising on retranslation are included in the statement of profit or loss and other comprehensive income for the period, except for exchange differences arising on non monetary assets and liabilities where the changes in fair value are recognised in the statement of changes in equity.

For the purpose of presenting consolidated financial statements, the assets and liabilities of the group's foreign operations are expressed in Guyana dollars using exchange rates prevailing at the reporting date. Income and expense items are translated at the average exchange rates for the period, unless exchange rates fluctuated significantly during that period, in which case the exchange rates at the dates of the transactions are used. Exchange differences arising, if any, are classified as equity and recognised in the group's exchange difference reserve. Such exchange differences are recognised in the profit or loss in the period in which the foreign operation is disposed of.

(e) Pension Funding

The group participates in two defined benefit pension plans for its employees. The contributions are held in trustee administered funds, which are separate from the company's resources. The plans cover all permanent employees.

The last actuarial valuation was done as at 31 December 2011 and was used as the basis for information presented in Note 13 in accordance with International Accounting Standards No. 19 – Employee Benefits (Revised).

The actuarial valuation due to be carried out on or before 31 December, 2015 has not commenced.

The valuation was done using the Projected Unit Credit Method, as required by IAS 19 - Employee Benefits (Revised).

(f) Consolidation

The consolidated financial statements incorporate the financial statements of the company and entities controlled by the company (its subsidiaries). Control is achieved through share ownership. The results of subsidiaries acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with those used by other members of the group.

All intra-group transactions, income and expenses are eliminated in full on consolidation.

Non controlling interest in the net assets (excluding goodwill) of consolidated subsidiaries is identified separately from the group's equity therein. Non controlling interest consists of the amount of those interests at the date of the original business combination and non controlling interest's share of changes in equity since the date of the combination.







f) Consolidation - cont'd

Losses applicable to the non controlling interest in the subsidiary's equity are allocated against the interests of the group except to the extent that the non controlling interest has a binding obligation and is able to make an additional investment to cover the losses.

The consolidated accounts incorporate the accounts as at December 31, 2015 of the following:

	Country of	%	Main
Name of Company	Registration	Shareholding	Business
Tropical Orchard Products			
Company Limited	Guyana	100.00	Manufacturing
Distillers Gas Company	Guyana	100.00	Dormant
Distribution Services Limited	Guyana	100.00	Distribution
Demerara Distillers (TT) Limited	Trinidad	100.00	Distribution
Demerara Distillers (US) Inc.	USA	100.00	Distribution
Demerara Distillers (St. Kitts-Nevis) Limited	St. Kitts	100.00	Manufacturing &
			Distribution
Demerara Contractors and Engineers Limited	Guyana	100.00	Contracting
			Services
Demerara Shipping Company Limited	Guyana	100.00	Shipping
Breitenstein Holdings BV. (i)	Netherlands	100.00	Distribution
Demerara Rum Company Inc.	Canada	100.00	Sales & Logistics
Demerara Distillers Limited-Hyderabad (ii)	India	50.00	Manufacturing &
·			Distribution

i) Breitenstein Holdings BV includes the accounts of:

Name of Company	Country of Registration	% Shareholding	Main Business
Demerara Distillers (Europe) BV	Netherlands	100	Distribution
Breitenstein Trading BV	Netherlands	100	Distribution
Mc Murdo Distillers Ltd.	United Kingdom	100	Distribution
Demerara Distillers (UK) Ltd	United Kingdom	100	Distribution
Caribbean Distillers Ltd	United Kingdom	100	Distribution
Mc Cloud Distillers Ltd	United Kingdom	100	Distribution

ii) Demerara Distillers Limited - Hyderabad

The joint venture agreement between the company and Demerara Distillers Limited - Hyderabad came to an end during the year 2013.





(f) Consolidation - cont'd

iii) Associate Companies

The company's associate companies are National Rums of Jamaica Limited and Diamond Fire and General Insurance Inc. The company owns 33.33% of the share capital of National Rums of Jamaica Limited and 19.5% of the shares of Diamond Fire and General Insurance Inc. Although the group owns 19.5% of the equity shares of Diamond Fire and General Insurance Inc. and it has less than 20% of the voting power in shareholder meetings the group exercises significant influence by virtue of its directorship. As stated in 3 (f) (ii) Demerara Distillers Limited – Hyderabad is from 2013 an associate company with a 50% ownership in the share capital of the company.

(g) Taxation

Income tax expense represents the sum of the tax currently payable and the deferred tax.

Current tax

The tax currently payable is based on the taxable profit for the year. Taxable profit differs from profit as reported in the consolidated statement of profit or loss and other comprehensive income because of items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

The group's liability for current tax is calculated using tax rates that have been enacted in Guyana or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the liability method.

Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilized.

The carrying amount of the deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable sufficient taxable profit will be available to allow all or part of the assets to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realized based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax is charged or credited to the statement of profit or loss and other comprehensive income except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amounts of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities, and when they relate to income taxes levied by the same taxation authority, and the Group intends to settle its current tax assets and liabilities on a net basis.







(h) Revenue and expense recognition

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business to third parties, net of discounts, and sales related taxes. Sales of goods are recognised when goods are delivered and title has passed. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable. Expenses are recognized on an accrual basis.

(i) Deferred expenditure

Deferred expenditure is measured at amortised cost and tested annually for impairment.

(j) Financial instruments

Financial assets and liabilities are recognized on the group's statement of financial position when the group becomes a party to the contractual provisions of the instruments.

Trade and other receivables

Trade and other receivables are measured at amortised cost. Appropriate allowances for estimated unrecoverable amounts are recognized in the statement of profit or loss and other comprehensive income when there is objective evidence that the asset is impaired. The allowance recognized is based on management's evaluation of the collectability of the receivables.

Trade and other payables

Trade and other payables are measured at amortised cost.

Financial assets and liabilities are recognized on the group's statement of financial position when the group becomes a party to the contractual provisions of the instruments.

Investments

The group's investments have been classified as follows:

"Available for sale" investments are initially recognized at cost and adjusted to fair value at subsequent periods.

Gains or losses on "available for sale financial assets" are recognized through the statement of profit or loss and other comprehensive income until the asset is sold or otherwise disposed, at which time previously recognized gains or losses are transferred to the statement of profit or loss and other comprehensive income for that period.

"Investments held to maturity" are carried at amortised cost. Any gain or loss on these investments is recognized in the statement of profit or loss and other comprehensive income when the asset is de-recognized or impaired.

Investments in subsidiaries and associate companies are carried at cost in the Groups's financial statements. Investment in associate companies in the group is stated using the equity method.

Cash and cash equivalents

Cash and cash equivalents are held for the purpose of meeting short-term cash commitments rather than investment or other purposes.

These are readily convertible to a known amount of cash, with maturity dates of three (3) months or less.

(k) Capital reserves

This comprises the share premium account and revaluation surplus which arose from the revaluation of land and buildings. These reserves are not distributable.



(l) Other reserve

Fair value adjustments of available-for-sale investments are credited to this account. This reserve is not distributable.

(m) Impairment of tangible assets

At the end of each reporting period, the Group reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

(n) Provisions

Provisions are recognised when there is a present obligation (legal or constructive) as a result of a past event, it is probable that the company and group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

De-recognition of Provisions

Provisions are de-recognized when it is no longer probable that an outflow of economic resources will be required to settle the obligation.

(o) Dividends

Dividends that are proposed and declared are recorded as an appropriation of retained earnings in the statement of changes in equity in the period in which they have been approved. Dividends that are proposed and declared after the reporting date are disclosed as a note to the financial statements.

(p) Segment reporting

A business segment is a component of an entity that is engaged in providing products or services that are subject to risks and returns that are different from those of other business segments.

A geographical segment is a group of assets and operations engaged in providing similar products and service that are subject to risks and returns that are different from those of other business segments.

The Group analyses its operations by both business and geographic segments. The primary format is business reflecting manufacturing, trading and services, its secondary format is that of geographic segments reflecting the primary economic environment in which the company has exposure.

(q) Borrowing Costs

Borrowing costs are interest and other costs that an entity incurs in connection with the borrowing of funds – IAS 23 – Borrowing Costs. Borrowing costs that are directly attributable to the acquisition and construction of qualifying assets are capitalized during the period. The amounts capitalized during the year were \$2,962,914 (2014: \$4,272,864) for interest charges. Borrowing costs were computed using the effective interest rate method in accordance with IAS 39 – Financial Instruments: Recognition and measurement.





(r) Earnings per share

Earnings per share is calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares in issue during the year.

4 Critical accounting judgments and key sources of estimation uncertainty

In the application of the company's and group's accounting policies, which are described in note 3, the directors are required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from those estimated.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in the financial statements:

i) Trade and other receivables

On a regular basis, management reviews trade and other receivables to assess impairment. Based on information available as to the likely impairment in cash flows, decisions are taken in determining appropriate provisions to be made for impairment.

ii) Other financial assets

In determining the fair value of investments and other financial assets in the absence of a market, the directors estimate the likelihood of impairment by using discounted cash flows.

iii) Useful lives of property, plant and equipment

Management reviews the estimated useful lives of property, plant and equipment at the end of each year to determine whether the useful lives of property, plant and equipment should remain the same.

iv) Impairment of financial assets

Management makes judgment at each reporting date to determine whether financial assets are impaired. Financial assets are impaired when the carrying value is greater than the recoverable amount and there is objective evidence of impairment. The recoverable amount is the present value of the future cash flows.

v) Retirement benefit asset/obligation

The provisions for defined benefit asset/obligation are determined by the actuary based on data provided by management. The computation of the provisions by the actuary assumes that the data provided is not materially misstated.

vi) Deferred expenditure

At the end of each year management reviews the performance of its products in the relevant territories to determine whether the deferred expenditure is impaired.





5 Other income	COMP	COMPANY		U P
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
Investment income (a)	235,363	236,944	35,363	36,944
Rent and Miscellaneous income	227,987	183,792	362,127	254,243
	463,350	420,736	397,490	291,187

5

(a) This represents dividends received from available for sale investments of G\$7.251M (2014 - G\$33.434M) and G\$228.112M (2014 - G\$203.510M) from subsidiaries and associate company.

Investment income consists of G\$7.251M (2014 - G\$33.434M) from quoted investments and G\$228.112M (2014 - G\$203.510M) from unquoted investments.

COMPANY		GROUP	
2015	2014	2015	2014
G\$ 000	G\$ 000	G\$ 000	Restated G\$ 000
2,246,034	2,038,887	2,797,273	2,635,863
163,375	157,186	163,375	169,408
509,487	590,446	581,430	675,669
586,908	554,845	661,367	633,566
946,306	1,136,691	946,306	1,136,691
10,800	9,428	10,800	9,428
1,309,414	1,240,418	1,831,811	1,809,907
330,288	292,188	547,148	574,899
198,370	21,664	249,067	75,139
8,400	8,000	26,960	28,709
36,899	(364,602)	42,461	(364,602)
(5,414)	5,107	(73,541)	3,422
904,921	1,101,026	904,921	1,101,026
71	24	71	24
	2015 G\$ 000 2,246,034 163,375 509,487 586,908 946,306 10,800 1,309,414 330,288 198,370 8,400 36,899 (5,414)	2015 2014 G\$ 000 G\$ 000 2,246,034 2,038,887 163,375 157,186 509,487 590,446 586,908 554,845 946,306 1,136,691 10,800 9,428 1,309,414 1,240,418 330,288 292,188 198,370 21,664 8,400 8,000 36,899 (364,602) (5,414) 5,107 904,921 1,101,026	2015 2014 2015 G\$ 000 G\$ 000 G\$ 000 2,246,034 2,038,887 2,797,273 163,375 157,186 163,375 509,487 590,446 581,430 586,908 554,845 661,367 946,306 1,136,691 946,306 10,800 9,428 10,800 1,309,414 1,240,418 1,831,811 330,288 292,188 547,148 198,370 21,664 249,067 8,400 8,000 26,960 36,899 (364,602) 42,461 (5,414) 5,107 (73,541) 904,921 1,101,026 904,921

(a) At the end of the period there were six (2014 - six) non-executive Directors who received equal emoluments.





7 Taxation

Reconciliation of tax expense and	COMPANY		GROUP	
accounting profit	2015	2014	2015	2014
	G\$ 000	G\$ 000	G\$ 000	Restated G\$ 000
Accounting profit	2,246,034	2,038,887	2,797,273	2,635,863
Corporation tax at 30% / 40% Add:	673,810	611,666	1,118,909	1,054,345
Tax effect of expenses not deductible in determining taxable profits:				
Depreciation for accounting purposes	176,093	180,793	177,530	181,742
Property tax	49,013	47,155	61,017	58,979
	898,916	839,614	1,357,456	1,295,066
Deduct:				
Tax effect of depreciation and	062 501	277.062	450.006	456.069
other allowances for tax purposes Export allowance	263,591 130,433	277,862 133,070	450,096 130,433	456,062 133,070
Export anowance	130,403	133,070	130,433	133,070
Corporation tax charge	504,892	428,682	776,927	705,934
Deferred tax	155,010	(163,130)	124,491	(166,617)
Prior years' adjustment (a)	_	182,262	-	182,262
	659,902	447,814	901,418	721,579
Taxation - current	504,892	428,682	752,089	677,469
Prior years' adjustment (a)	-	182,262	-	182,262
associate companies			24,838	28,465
	504,892	610,944	776,927	888,196
deferred	155,010	(163,130)	124,491	(166,617)
	659,902	447,814	901,418	721,579

⁽a) Prior years' adjustment arose as a result of agreeing and settling with the Guyana Revenue Authority several prior years' tax positions.



7 Taxation - cont'd

Components of deferred tax	NOTES	COMPANY		GROUP		
		2015	2014	2015	2014	
		G\$ 000	Restated G\$ 000	G\$ 000	Restated G\$ 000	
Deferred tax liability		1,210,471	1,091,161	1,179,952	1,091,161	
Fixed Assets		852,327	709,634	821,808	709,634	
Defined benefit asset		362,083	385,466	362,083	385,466	
Defined benefit liability		(3,939)	(3,939)	(3,939)	(3,939)	
		1,210,471	1,091,161	1,179,952	1,091,161	
Movement in temporary differences						
			COMP	PANY		
		Fixed Assets	Defined Benefit Asset	Defined Benefit Liability	Total	
		G\$ 000	G\$ 000	G\$ 000	G\$ 000	
At January 01, 2014 (as previously reported)		898,910	412,001	(16,182)	1,294,729	
Movement during the year:						
Statement of P&L and OCI		(189,276)	13,916	12,230	(163,130)	
Statement of changes in equity		-	649	13	662	
Restatement	28	_	(41,100)	-	(41,100)	
At December 31, 2014 restated		709,634	385,466	(3,939)	1,091,161	
Movement during the year						
Statement of P&L		142,693	12,317	-	155,010	
Statement of OCI			(35,700)		(35,700)	
At December 31, 2015		852,327	362,083	(3,939)	1,210,471	





7 Taxation - cont'd

GR	OΙ	IP
1111	\ /\	/ .

		Fixed Assets	Defined Benefit Asset	Defined Benefit Liability	Total
		G\$ 000	G\$ 000	G\$ 000	G\$ 000
At January 01, 2014 (as previously reported)		902,397	412,001	(16,182)	1,298,216
Movement during the year					
Statement of P&L and OCI		(192,763)	13,916	12,230	(166,617)
Statement of Changes in Equity		-	649	13	662
Restatement	28	-	(41,100)	-	(41,100)
At December 31, 2014 restated		709,634	385,466	(3,939)	1,091,161
Movement during the year					
Statement of P&L		112,174	12,317	-	124,491
Statement of OCI		-	(35,700)	-	(35,700)
At December 31, 2015		821,808	362,083	(3,939)	1,179,952



7 Taxation - cont'd

Tax effect of IAS 19 actuarial valuation:

COMPANY

	2015				2014 - restated		
Before tax Tax amount benefit		110001001		Before tax amount	Tax (expense)	Net of tax amount	
G\$000	G\$000	G\$000		G\$000	G\$000	G\$000	
(119,000)	35,700	(83,300)		(134,795)	40,438	(94,357)	
5,115	-	5,115		10,005	-	10,005	
(113,885)	35,700	(78,185)		(124,790)	40,438	(84,352)	

pension plan Gain arising on revaluation of available for sale financial assets

Remeasurement of defined benefit

GROUP

		2015			2014 - restate	ed
	Before tax amount	Tax benefit	Net of tax amount	Before tax amount	Tax (expense)	Net of tax amount
	G\$000	G\$000	G\$000	G\$000	G\$000	G\$000
Remeasurement of defined benefit pension plan	(119,000)	35,700	(83,300)	(134,795)	40,438	(94,357)
Exchange differences on translating foreign operations	(141,089)	-	(141,089)	(165,223)	-	(165,223)
Gain/(Loss) arising on revaluation of available for sale financial assets	(38,734)	-	(38,734)	24,415	-	24,415
	(298,823)	35,700	(263,123)	(275,603)	40,438	(235,165)





8	B Dividends			COMPANY AND GROUP	
				2015 G\$ 000	2014 G\$ 000
	Amount recognised as distributions to equity holders in the	he period:			
	Interim dividend for the year ended December 31, 2015 of G\$0.16 (G\$0.16 2014)				123,200
	Final dividend for the year ended December 31, 2015 of G\$0.46 (G\$0.44 2014)				331,100
				462,000	454,300
	The Directors recommended a final dividend of G\$0.46 pe	er share (2014 - G\$0.4	4).		
9	Basic earnings per share	COMPANY		GRO	UP
		2015	2014	2015	2014 Restated
	Calculated as follows:-	G\$ 000	G\$ 000	G\$ 000	G\$ 000

1,586,132

770,000,000

2.06

1,591,073

2.07

770,000,000

1,895,855

2.46

770,000,000

1,914,284

2.49

770,000,000

Profit attributable to equity holders of the parent

Ordinary shares issued and fully paid

Basic earnings per share in dollars



10 Property, plant and equipment

COMPANY

		Land and buildings	Equipment	Construction work-in - progress	2015 Total	2014 Total
		G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
-	ost/valuation					
	t January 01, 2015	4,486,349	9,533,625	857,247	14,877,221	14,530,027
	dditions	245,675	127,052	292,086	664,813	347,912
	isposals	(3,504)	-	-	(3,504)	-
	ntergroup transfers	-	(276)	-	(276)	(718)
Tì	ransfers	28,257	108,701	(136,958)	-	-
A	t December 31, 2015	4,756,777	9,769,102	1,012,375	15,538,254	14,877,221
С	omprising:					
V	aluation	6,662	68	-	6,730	6,730
C	ost	4,750,115	9,769,034	1,012,375	15,531,524	14,870,491
		4,756,777	9,769,102	1,012,375	15,538,254	14,877,221
A	ccumulated depreciation					
A	t January 01, 2015	851,424	5,279,519	-	6,130,943	5,576,098
С	harge for the year	78,711	508,265	_	586,976	554,845
W	/ritten back on intergroup transfers	-	(68)	-	(68)	-
A	t December 31, 2015	930,135	5,787,716	-	6,717,851	6,130,943
N	et book values:					
A	t December 31, 2015	3,826,642	3,981,386	1,012,375	8,820,403	
A	t December 31, 2014	3,634,925	4,254,106	857,247	_	8,746,278





10 Property, Plant and Equipment - cont'd

GROUP

	Land and buildings	Equipment	Construction work-in - progress	2015 Total	2014 Total
	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Cost/valuation					
At January 01, 2015	5,206,785	10,642,657	857,247	16,706,689	16,319,185
Additions	262,771	158,410	292,086	713,267	387,504
Disposals	(3,504)	-	-	(3,504)	-
Transfers	28,257	108,701	(136,958)	<u> </u>	-
At December 31, 2015	5,494,309	10,909,768	1,012,375	17,416,452	16,706,689
Comprising:					
Valuation	6,662	68	-	6,730	6,730
Cost	5,487,647	10,909,700	1,012,375	17,409,722	16,699,959
	5,494,309	10,909,768	1,012,375	17,416,452	16,706,689
Accumulated depreciation					
At January 01, 2015	1,113,263	6,027,117	-	7,140,380	6,506,814
Charge for the year	84,963	576,404	-	661,367	633,566
At December 31, 2015	1,198,226	6,603,521	-	7,801,747	7,140,380
Net book values:					
At December 31, 2015	4,296,083	4,306,247	1,012,375	9,614,705	
At December 31, 2014	4,093,522	4,615,540	857,247		9,566,309

Certain freehold land and buildings were revalued on December 09, 1974 while some others were revalued at December 31, 1977 based on professional advice. The surplus arising from the revaluations was credited to capital reserves.

Because of the number of years since the revaluation was done and the small revaluation surplus, the net book value of the land and buildings if no revaluation was done, approximated to the values stated in the Financial Statements.

Some of these assets are held as securities for loans drawndown and overdraft. Refer to note 18.





11	Investments	COM	GROUP		
		Fair V	Value	Fair Va	ılue
		2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
	Held to Maturity	-	-	39,725	39,725
	Available for Sale Provision for Impairment	864,510 (57,750)	859,875 (57,750)	640,308 (57,750)	690,297 (57,750)
		806,760	802,125	622,283	672,272
	Others: Subsidiary companies (a) Joint venture (b) Provision for Impairment Associate companies (c) Provision for Impairment	181,453 267,824 (267,824) 459,199	181,453 267,824 (267,824) 459,199	- - 1,125,325 (113,871)	1,060,415 (113,871)
		640,652	640,652	1,011,454	946,544
		1,447,412	1,442,777	1,633,737	1,618,816
		COM	PANY	GRO	U P
	(a) Cubaidian anno 1	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
	(a) Subsidiary companies at cost At January 01 and December 31	181,453	181,453	-	-
		COM	PANY	GRO	U P
	(b) Joint venture	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
	At January 01	267,824	267,824	-	- 11/-
	Provision for Impairment	(267,824)	(267,824)	-	
	At December 31	-	-	-	-





666,126

601,216

11	Investments -	a a = 42 al
	invesiments -	comra

At December 31

mresulens con u	COMI	PANY	GROUP	
(c) Associate companies	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
At January 01	459,199	459,199	459,199	459,199
Share of reserves of associate companies (i)	-	-	666,126	601,216
At December 31	459,199	459,199	1,125,325	1,060,415
			GRO	OUP
(i) Share of reserves of associate companies			2015 G\$ 000	2014 G\$ 000
At January 01 Group's share of associate companies profits/reserve Group's share of associate companies taxes	es		601,216 89,748 (24,838)	522,795 106,886 (28,465)

The financial statement of Diamond Fire and General Insurance Inc. in summary form at December 31 (the financial reporting date) and National Rums of Jamaica Limited in summary form at September 30 (the financial reporting date) are presented below:

		Diamond Fire & General Insurance Inc.		National Rums of Jamaica Ltd.		
	Income statement —	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000	
	Statement of profit and loss andother comprehensive income	388,252	371,723	4,480,111	6,212,545	
	Profit after taxation	91,074	88,554	182,014	183,459	
	Statement of Financial Position					
	Total assets	1,311,026	1,242,837	3,878,554	4,356,975	
	Shareholders funds Long term liabilities	1,093,631	979,752 -	2,013,472 425,080	2,032,510 597,312	
	Current liabilities	217,395	263,085	1,440,002	1,727,153	
	Total equity and liabilities	1,311,026	1,242,837	3,878,554	4,356,975	
(ii)	Demerara Distillers Limited - Hyderabad	2015 G\$ 000	2014 G\$ 000			
	Share of reserves Provision for impairment	113,871 (113,871)	113,871 (113,871)			
		100				

During 2013 the joint venture agreement came to an end. However, Demerara Distillers Limited share of net assets and Josses has been accounted for in accordance with the equity method.

Demorara Distillers Limited and Subsidiaries



12 Defined benefit (asset)/liability - company and group

The most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation was carried out as at December 31, 2011 by Bacon Woodrow & De Souza. The present value of the defined benefit obligation and the related current service cost to comply with IAS 19 were measured by the actuaries as at December 31, 2015 using the Projected Unit Credit Method.

	PENSION PLAN 1	
	2015	2014
Amounts recognised in the statement of financial position	G\$ 000	Restated G\$ 000
Present value of obligations	2,989,140	2,708,541
Fair value of plan assets	(4,196,082)	(3,993,426)
	(1,206,942)	(1,284,885)
Unrecognised gain/(loss)		_
Net defined benefit asset	(1,206,942)	(1,284,885)
Reconciliation of amounts recognised In the balance sheet		
Opening defined benefit asset	(1,284,885)	(1,383,182)
Transfer from Steps	-	44,710
Net pension cost	108,223	54,120
Re-measurements recognised in Other Comprehensive Income	116,191	134,839
Contributions paid	(146,471)	(135,372)
Closing defined benefit asset	(1,206,942)	(1,284,885)





12 Defined benefit (asset)/liability - company and group cont'd

	PENSION PLAN 1	
Amounts recognised in the statement of profit or loss and other comprehensive income	2015 G\$ 000	2014 G\$ 000
Current service cost	143,878	125,374
Net interest on defined benefit (asset)/obligation	(74,118)	(71,254)
Net pension cost included in administrative expenses	69,760	54,120
Actual return on plan (assets)/liability	(46,498)	205,678
Unfunded ex-gratia arrangement Defined benefit obligation	11,462	13,129
Unrecognised gain	-	-
	11,462	13,129
Reconciliation of opening and closing retirement benefit obligation in the statement of financial	al position	
Opening defined benefit liability	13,129	14,240
Plus net pension cost	617	669
Less: company contributions paid	(1,586)	(1,736)
Re-measurements recognised in Other Comprehensive Income	(698)	(44)
Closing defined benefit liability	11,462	13,129
Interest on defined benefit obligation	617	669



12	Defined benefit	asset)/liability - company and	group - cont'd
----	-----------------	--------------------------------	----------------

Defined benefit (asset)/liability - compar	ny and group - c		Pension Plan 1		
	2015	2014 Restated	2013	2012	2011
Experience history	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G <mark>\$ 000</mark>
Defined benefit obligation	2,989,140	2,708,541	2,105,684	1,899,092	1,761,427
Fair value of plan assets	(4,196,082)	(3,993,426)	(3,488,866)	(3,058,110)	(2,269,044)
Surplus	(1,206,942)	(1,284,885)	(1,383,182)	(1,159,018)	(507,617)
		1	Pension Plan 2		
	2015	2014	2013	2012	2011
Experience history	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Defined benefit obligation	-	-	382,001	445,333	439,244
Fair value of plan assets		-	(332,458)	(374,204)	(352,592)
Deficit	-	-	49,543	71,129	86,652
	Un	funded Ex Gra	tia		
	2015	2014	2013		
Experience History	G\$ 000	G\$ 000	G\$ 000		
Defined benefit obligation	11,462	13,129	14,240		
Fair value of plan assets		-	-		
Deficit	11,462	13,129	14,240		
Experience adjustment on plan liabilities Experience adjustment on plan assets	(698)	(44)	(849)		
Experience aujustinent on pian assets	-	-	-		

celebrate Guyana 🕹



12 Defined benefit (asset)/liability - company and group (cont'd)

	Pensi	on Plan 1	Pension F	Plan 2	Unfunded	Ex Gratia
	2015 G\$000	2014 G\$000	2015 G\$000	2014 G\$000	2015 G\$000	2014 G\$000
Summary of main assumptions	%	%	%	%	%	%
Discount rate	5.0	5.0	_	_	5.0	5.0
Salary increases	5.0	5.0	_	_	_	-
Pension increases	2.0	2.0	-	_	2.0	2.0
Expected return on assets	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	-	-	-	-	-
	2015 G\$ 000	2014 G\$ 000				
Retirement benefit obligations						
Pension plan 2	_	-				
Unfunded exgratia	11,462	13,129				
	11,462	13,129				
Retirement benefit asset Pension plan 1	1,206,942	1,284,885				
I cusion plan I	1,400,944	1,204,003				



13	Inventories	

niventories	COMPANY		GROUP	
	2015	2014	2015	2014
	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Finished stocks (a)	7,543,738	7,564,152	8,882,841	9,970,885
Work-in-progress	-	2,271	-	2,271
Raw materials, containers & goods-in-transit	2,867,679	2,415,373	3,061,828	2,543,037
Spares	563,936	504,545	817,091	709,693
Provision for stock impairment (b)	(167,630)	(130,731)	(173,192)	(130,731)
	10,807,723	10,355,610	12,588,568	13,095,155
Cost of inventory recognised as expense during the period	4,400,923	5,489,718	4,950,159	7,485,926
Inventories expected to be recovered after more than twelve months	6,001,617	5,732,718	6,320,939	6,013,934
Raw material damaged written off	26,596	34,268	51,326	46,283

(a) Finished goods include maturing rums that are available for sale during various points of the ageing process.

(b) Provision for impairment

(b) Trovision for impairment	COMP	COMPANY		GROUP	
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000	
Balance as at January 01	(130,731)	(495,333)	(130,731)	(495,333)	
(Increase)/decrease during the year	(36,899)	364,602	(42,461)	364,602	
Balance as at December 31	(167,630)	(130,731)	(173,192)	(130,731)	

Provisions were individually assessed.

14	Trade and other receivables	COMPANY		GROUP	
		2015	2014	2015	2014 Restated
		G\$ 000	G\$ 000	G\$ 000	G\$ 000
	Trade receivables Provision for impairment (a)	535,961	693,803 (5,414)	1,500,384 (25,559)	1,703,583 (99,100)
		535,961	688,389	1,474,825	1,604,483
	Other receivables	100,846	110,279	211,961	217,816
		636,807	798,668	1,686,786	1,822,299
(a)	Provision for impairment (individually assessed) Balance as at January 01	5,414	307	99,100	78,838
	Increase/(decrease) during the year	(5,414)	5,107	(73,541)	20,262
	Balance as at December 31	-	5,414	25,559	99,100





COMPANY AND GROUP

15 Trade and other payables	COM	COMPANY		GROUP	
	2015	2014	2015	2014	
	G\$ 000	G\$ 000	G\$ 000	Restated G\$ 000	
Trade payables	529,918	806,800	739,187	1,125,914	
Accruals	594,468	574,235	673,774	761,740	
Other payables (i)	307,659	469,613	331,044	493,278	
Due to subsidiary companies	947,940	446,694	-	-	
	2,379,985	2,297,342	1,744,005	2,380,932	

(i) Other payables

There were no advances in other payables for the year 2015 (2014: G\$212M) Interest charged on 2014 advances varied from 8% to 12%. The advances were secured. See note 18. No advances were in default at the end of 2014.

16 Share capital

Authorised	2015	2014
No. of ordinary shares	1,000,000,000	1,000,000,000
	G\$ 000	G\$ 000
Issued and fully paid At January 01 and December 31 770,000,000 ordinary shares	770,000	770,000

All fully paid ordinary shares with no par value carry equal voting and dividend rights

17 (a) Capital reserves	СОМР	COMPANY		UP
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
Share premium account Revaluation surplus	489,565	488,863 702	450,854	450,152 702
	489,565	489,565	450,854	450,854

This reserve is not distributable.





17	(b) Other reserves	COMPANY		GROUP	
		2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
	Balance as at January 01	779,675	769,670	876,305	851,890
	Fair value adjustment on available for sale investments	5,115	10,005	(38,734)	24,415
	Balance as at December 31	784,790	779,675	837,571	876,305

This represents fair value adjustments of investments held and is not distributable.

There was no tax effect on gains or losses.

17 (c) Exchange difference reserve

	GROU	GROUP	
	2015 G\$ 000	2014 G\$ 000	
At January 01	(55,200)	110,023	
For the year	(141,089)	(165,223)	
At December 31	(196,289)	(55,200)	

This arose as a result of translating foreign subsidiaries financial statements to Guyana dollars.

There was no tax effect on gains or losses.

18 Loans and bank overdraft	COM	PANY	GROUP		
	2015	2014	2015	2014	
	G\$ 000	G\$ 000	G\$ 000	G\$ 000	
Bank overdraft (secured)	1,166,437	1,439,907	2,046,204	2,443,061	
Loans	3,718,321	4,267,591	4,362,800	5,038,909	
	4,884,758	5,707,498	6,409,004	7,481,970	

Overdrafts are repayable on demand and attract interest rates between 4.81% and 11% (2014: 4.81% and 11%)





18	Loans and bank overdraft - cont'd	COM	COMPANY GROUP		OUP
	Loans are repayable as follows:	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
	(i) Repayable - 2004 to 2029 - rate of interest 3.25% per annum (Breitenstein Holdings BV)	-	-	89,688	107,629
	(ii) Repayable - 2007 - 2015 rate of interest of 8.25% per annum (Demerara Distillers Ltd)	-	23,324	-	23,324
	(iii) Repayable - 2009 - 2018 rate of interest of 3.88% per annum (Demerara Distillers Ltd)	699,333	1,010,148	699,333	1,010,148
	(iv) Repayable - 2015 - 2020 rate of interest of 4.19% per annum (Demerara Distillers Ltd)	176,128	207,210	176,128	207,210
	(v) Repayable - 2013 - 2020 rate of interest of 8% per annum (Demerara Distillers Ltd)	163,280	200,000	163,280	200,000
	(vi) Repayable - 2014 - 2016 rate of interest of 8% per annum (Demerara Shipping Company)	-	-	44,565	77,189
	(vii) Repayable - 2013 - 2019 rate of interest of 8% per annum (Demerara Distillers Ltd)	661,237	756,909	661,237	756,909
	(viii) Repayable - 2013 - 2020 rate of interest of 8% per annum (Demerara Distillers Ltd)	1,700,000	1,700,000	1,700,000	1,700,000
	(ix) Repayable - 2013 - 2020 rate of interest of 8% per annum (Demerara Distillers Ltd)	318,343	370,000	318,343	370,000
	(x) Repayable - 2013 - 2019 rate of interest of 8% per annum (Distribution Services Ltd)	-		317,500	362,500
	(xi) Repayable - 2013 - 2020 rate of interest of 8% per annum	-	-	192,726	224,000
	(Demerara Shipping Company Ltd)	3,718,321	4,267,591	4,362,800	5,038,909

Loan (i) is Guranteed by the Parent Company Demerara Distillers Limited.



18 Loans and bank overdraft - cont'd

Maturity profile of loan	COM	COMPANY		GROUP	
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000	
Repayments due in one year and included in current liabilities	903,903	708,679	1,023,922	812,340	
Repayments due in the second year Repayments due in the third year Repayments due in the fourth and fifth year Repayments due after five years	909,452 682,313 1,039,775 182,878	853,500 859,050 1,192,591 653,771	1,005,152 781,627 1,220,877 331,222	937,327 952,174 1,385,558 951,510	
	2,814,418	3,558,912	3,338,878	4,226,569	
	3,718,321	4,267,591	4,362,800	5,038,909	

The foregoing loans, overdraft and the advances in note 15 for the company are secured by floating and fixed charges on the assets of the company valued at G\$11.544B (2014: G\$11.544B).

The loans for the group are secured by floating and fixed charges on the assets of the Group valued at G\$11.644B (2014: G\$11.644B).





19 Segment reporting

IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the company and group that are regularly reviewed by the chief operating decision maker in order to allocate resources to segments and to assess their performance.

For management purposes, the group is currently organised into three operating divisions - manufacturing, trading and services. These divisions are the basis on which the group reports its primary segment information.

Principal activities are as follows:

Manufacturing:

The distilling, blending and sale of bulk spirits and alcoholic products, manufacturing and sale of non-alcoholic beverages, Co2 gas and fruit juices.

2015

Trading:

Distributors of branded products.

Services:

Shipping, contracting services, insurance, sales and logistics.

INDUSTRY	Manufacturing	Trading	Services	Eliminations	Total
	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Revenue External sales Inter-segment sales	9,301,188 4,670,356	7,886,157 -	833,173	(4,670,356)	18,020,518
Total revenue	13,971,544	7,886,157	833,173	(4,670,356)	18,020,518
Results Segment result	2,378,567	351,745	177,213	(200,000)	2,707,525
Operating profit Share of profit from associates					2,707,525 89,748
Profit before tax Income tax					2,797,273 (901,418)
Profit for the year attributable to eq	uity shareholders of the c	ompany			1,895,855
Other Information					
Capital additions Depreciation and amortisation	665,026 613,283	16,433 24,229	28,304 23,855		709,763 661,367
Balance sheet					
Assets Segment assets Interest in associates	27,524,058	2,371,949	96,317 -	(3,163,910)	26,828,414 1,125,325
Consolidated assets					27,953,739
Liabilities					

9,439,452

1,040,609

1,356,519

(2,337,039)

9,499,541

9,499,541

Segment liabilities

Consolidated liabilities



19 Segment reporting - cont'd

2014

INDUSTRY	Manufacturing	Trading	Services	Eliminations	Total
	G\$ 000	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Revenue					
External sales	6,455,699	10,688,100	968,594	= 1	18,112,393
Inter-segment sales	8,909,547	-	-	(8,909,547)	-
Total revenue	15,365,246	10,688,100	968,594	(8,909,547)	18,112,393
Results					
Segment result	2,024,256	437,690	267,031	(200,000)	2,528,977
Operating profit					2,528,977
Share of profit from associates					106,886
Profit before tax					2,635,863
Income tax					(721,579)
Profit for the year attributable to eq	uity shareholders of the o	company			1,914,284
Other Information					
Capital additions	364,031	9,613	13,860	-	387,504
Depreciation and amortisation	581,918	27,140	24,588	-	633,646
Statement of Financial Position					
Assets					
Segment assets	28,578,377	2,321,115	99,619	(3,673,202)	27,325,909
Interest in associates		-	-	-	1,060,415
Consolidated assets					28,386,324
Liabilities					
Segment liabilities	10,465,694	1,055,629	1,450,881	(1,869,346)	11,102,858
Consolidated liabilities					11,102,858





19 Segment reporting - cont'd

The Group's operations are located in Guyana, Europe, United States of America, St. Kitts, Jamaica and Trinidad. Its manufacturing operations are located in Guyana, Europe, St. Kitts and Jamaica. Its trading and services operations are located in Guyana, Europe, U.S.A, Canada and Trinidad. The geographical segment is defined by the location of the operation from which the sale is made and does not consider the location of the customer.

GEOGRAPHICAL

	Revenue		Profit before tax	
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
			·	·
Guyana	15,163,938	15,076,696	2,625,375	2,464,127
Europe	1,791,343	2,089,059	77,861	(17,817)
United States of America	918,999	768,984	38,943	19,366
Canada	21,562	51,871	19,979	34,666
St. Kitts	124,676	125,783	35,115	30,666
Trinidad	-		-	104,855
	18,020,518	18,112,393	2,797,273	2,635,863

The following is an analysis of the carrying amount of segment assets, and additions to property, plant and equipment and intangible assets, analysed by the geographical area in which the assets are located.

	• •	Carrying amount of segment assets		Additions to property, plant and equipment & intangible assets	
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000	
Guyana	25,619,336	25,681,770	709,763	386,834	
Europe	1,625,863	2,100,924	-	_	
United States of America	471,770	348,116		_	
Canada	96,317	99,619	-	_	
St. Kitts	140,453	155,895	-	670	
Trinidad	-	-	-	-	
	27,953,739	28,386,324	709,763	387,504	



19 Segment reporting - cont'd

The following represents 5% or more of group revenue generated from a single geographical region of an external customer:

Revenue Generating Segment (s)	Revenue Generating Region		Revenue Generated	
	2015	2014	2015 G\$ 000	2014 G\$ 000
Guyana and United States Guyana, Europe and Caribbean Guyana, United States and Caribbean Guyana Others	North America N Europe Caribbean Guyana	orth America Europe Caribbean Guyana	2,944,466 2,643,367 1,315,964 11,037,996 78,725	2,413,345 3,275,804 1,029,573 11,243,240 150,431
Total			18,020,518	18,112,393

The following represents 5% or more of group revenue generated from a single external customer:

These comprise of acquisition of non current assets.

		Revenue Generating Segment		Revenue Generated	
		2015	2014	2015	2014 G\$ 000
	stomer # 1	-	Guyana	<u>-</u>	992,275
20 Co	entingent liabilities			COMPANY AN	ND GROUP
				2015 G\$ 000	2014 G\$ 000
	nds in respect of duty on spirits warehoused and portation of goods			70,393	132,746
Bor	nds in favour of the State of Guyana			53,100	53,100
21 Ca ₁	pital commitments	COMF	PANY	GRO	UP
		2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
Cor	ntracted for but not received	307,400	118,820	307,400	118,820





22 Related party transactions and other disclosures

(a) Related party transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operating decisions.

Listed below are transactions and balances with related parties.

(i)	Subsidiary companies	COMPANY		GROUP	
		2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
	Sales	4,398,432	8,649,483	-	-
	Commission paid	19,942	75,176	-	-
	Purchases	162,642	64,017	-	-
	Management fees received	331,250	302,070	-	-
	Rent received	90,994	90,994		
	Dividends received	200,000	200,000	-	-
	Human resource charges	496,153	623,868	-	-
	Royalties charged	1,192,810	1,707,155	-	
	Marketing fees paid	758,847	730,631	-	-
	Interest paid	53,656	74,008		-
	Balances at end of year	(947,940)	(446,694)	-	-
	Guarantee provided by the parent company on behalf of				
	Subsidiaries	755,000	755,000		-
	Associate companies				
	Balances at end of year	1,125,325	1,060,415	1,125,325	1,060,415
	Rent received	2,100	4,104	2,100	4,104
	Dividends received	4,388	3,510	4,388	3,510
	Insurance premiums paid	41,461	40,043	- /	-



22 Related party transactions and other disclosures - cont'd

(a) Related party transactions - cont'd

(ii) Key management personnel

Compensation

The company's key management personnel comprise its Directors, its Chief Executive Officer and Managers. The remuneration paid to key management personnel during the year was as follows:

	2015 G\$ 000	2014 G\$ 000
Short-term employee benefits	212,252	200,886
Post-employment benefits	17,730	15,059
Directors emoluments	10,800	9,428

No provision was made for balances receivable from related parties.

(b) Other disclosures

The following are transactions with companies that share directors of the company:

	COMPANY		GROUP				
Demerara Bank Limited	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000			
Overdraft interest (8%-11%)	58,483	68,796	94,953	70,270			
Balance at end of the year:							
Cash	80,932	103,126	81,595	106,182			
Overdraft	687,101	946,719	1,410,444	1,335,476			
Trust Company (Guyana) Limited provides registrar and pension management services for the company:							
Pension management and registrar's service fees	23,117	7,358	23,117	7,358			

23 Pending Litigations

There are several pending litigations against the company and group, the outcome of which cannot be determined at this date. Also the company raised a legal challenge against the Guyana Revenue Authority (GRA) on the basis used for the assessment of certain taxes. In February 2005 the courts found in favour of DDL. The Guyana Revenue Authority had appealed the decision.

On July 31, 2008, the Guyana Court of Appeal unanimously dismissed GRA's Appeal. Following the dismissal of the appeal, the GRA commenced a new assessment in August 2008 and on January 16, 2009 issued a new claim in the amount of G\$5,392M. On the application of DDL, the High Court issued an Order Nisi pending the hearing of the matter.







24 (a) Analysis of financial assets and liabilities by measurement basis

	4Th		A TW /
	ЛΡ	А	NY

2015	Available for sale	Loans and receivables	Financial assets and liabilities at amortised cost	Total
ASSETS	G\$000	G\$000	G\$000	G\$000
Investments	806,760	<u>-</u>	-	806,760
Trade receivables	-	535,961	_	535,961
Other receivables	_	100,846	-	100,846
Prepayments	_	401,656	-	401,656
Taxes recoverable	-	-	48,850	48,850
Cash on hand and at bank	<u> </u>	-	137,301	137,301
Total assets	806,760	1,038,463	186,151	2,031,374
LIABILITIES				
Trade payables	-	-	529,918	529,918
Other payables and accruals	-	-	902,127	902,127
Due to subsidiaries	-	-	947,940	947,940
Bank overdraft (secured)	-	-	1,166,437	1,166,437
Taxation	-	-	97,251	97,251
Loans	-	-	3,718,321	3,718,321
Total liabilities			7,361,994	7,361,994

COMPANY

2014	Available for sale	Loans and receivables	Financial assets and liabilities at amortised cost	Total
ASSETS	G\$000	G\$000	G\$000	G\$000
Investments	802,125	-	_	802,125
Trade receivables	-	688,389	-	688,389
Other receivables	-	110,279	-	110,279
Due from subsidiaries	-	209,978		209,978
Taxes recoverable	-	-	48,850	48,850
Cash on hand and at bank	<u>-</u>	-	189,225	189,225
Total assets	802,125	1,008,646	238,075	2,048,846
LIABILITIES				
Trade payables	-	-	806,800	806,800
Other payables and accruals	-	-	1,043,848	1,043,848
Due to subsidiaries	_	-	446,694	446,694
Bank overdraft (secured)	-	-	1,439,907	1,439,907
Taxation	-	-	89,921	89,921
Loans		-	4,267,591	4,267,591
Total liabilities		A	8,094,761	8,094,761
			31.	4



24~ (a) Analysis of financial assets and liabilities by measurement basis - cont'd

GROUP

2015	Available for sale	Held to maturity	Loans and receivables	Financial assets and liabilities at amortised cost	Total
ASSETS	G\$000	G\$000	G\$000	G\$000	G\$000
Investments	582,558	39,725	_		622,283
Trade receivables	-	-	1,474,825	_	1,474,825
Other receivables	_	_	211,961	_	211,961
Prepayments	-	_	442,020	_	442,020
Taxes recoverable	-	_	_	419,388	419,388
Cash on hand and at bank	-	-	-	361,593	361,593
Total assets	582,558	39,725	2,128,806	780,981	3,532,070
LIABILITIES					
Trade payables	-	_	_	739,187	739,187
Other payables and accruals	-	-	-	1,004,818	1,004,818
Bank overdraft (secured)	-	-	-	2,046,204	2,046,204
Loans	-	-	-	4,362,800	4,362,800
Taxation	<u> </u>	-	-	155,118	155,118
Total liabilities	-	-	-	8,308,127	8,308,127

GROUP

2014 - Restated	Available for sale	Held to maturity	Loans and receivables	Financial assets and liabilities at amortised cost	Total
ASSETS	G\$000	G\$000	G\$000	G\$000	G\$000
Investments	632,547	39,725	_		672,272
Trade receivables	-	-	1,604,483	_	1,604,483
Other receivables	_	-	217,816	_	217,816
Prepayments	-	_	280,971	-	280,971
Taxes recoverable	_	_	-	330,121	330,121
Cash on hand and at bank	-	-	-	387,768	387,768
Total assets	632,547	39,725	2,103,270	717,889	3,493,431
LIABILITIES					11/1/
Trade payables	_	_	-	1,125,914	1,125,914
Other payables and accruals	_	_	_	1,255,018	1,255,018
Bank overdraft (secured)	_	_	_	2,443,061	2,443,061
Loans	_	-	_	5,038,909	5,038,909
Taxation	-	-	-	135,666	135,666
Total liabilities	-	-	-	9,998,568	9,998,568





25 Fair value of financial instruments

The following table details the carrying cost of financial assets and liabilities and their fair values

COMPANY

	2015		2014	
	Carrying Value	Fair Value	Carrying Value	Fair Value
	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Financial assets				
Investments				
Available for Sale	806,760	806,760	802,125	802,125
Trade and other receivables	636,807	636,807	798,668	798,668
Prepayments	401,656	401,656	209,978	209,978
Taxes recoverable	48,850	48,850	48,850	48,850
Cash on hand and at bank	137,301	137,301	189,225	189,225
	2,031,374	2,031,374	2,048,846	2,048,846
Financial liabilities				
Trade payables and other payables	2,379,985	2,379,985	2,297,342	2,297,342
Current portion of interest bearing debts	903,903	903,903	708,679	708,679
Loans due after one year	2,814,418	2,814,418	3,558,912	3,558,912
Taxation	97,251	97,251	89,921	89,921
Bank overdraft (secured)	1,166,437	1,166,437	1,439,907	1,439,907
	7,361,994	7,361,994	8,094,761	8,094,761

GROUP

	20	2015		stated
	Carrying Value	Fair Value	Carrying Value	Fair Value
	G\$ 000	G\$ 000	G\$ 000	G\$ 000
Financial assets				
Investments				
Held to Maturity	39,725	39,725	39,725	39,725
Available for Sale	582,558	582,558	632,547	632,547
Trade and other receivables	1,686,786	1,686,786	1,822,299	1,822,299
Prepayments	442,020	442,020	280,971	280,971
Taxes recoverable	419,388	419,388	330,121	330,121
Cash on hand and at bank	361,593	361,593	387,768	387,768
	3,532,070	3,532,070	3,493,431	3,493,431
Financial liabilities				
Trade payables and other payables	1,744,005	1,744,005	2,380,932	2,380,932
Current portion of interest bearing debts	1,023,922	1,023,922	812,340	812,340
Loans due after one year	3,338,878	3,338,878	4,226,569	4,226,569
Taxation	155,118	155,118	135,666	135,666
Bank overdraft (secured)	2,046,204	2,046,204	2,443,061	2,443,061
	8,308,127	8,308,127	9,998,568	9,998,568
	/ 1			HIII A.



25 Fair value of financial instruments - cont'd

Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of financial assets and financial liabilities were determined as follows:

- (a) For available for sale financial assets, the fair values were determined with reference to quoted market prices and level 2 fair value measurements.
 - Fair value for held to maturity investment was obtained using level 2 fair value measurements.
- (b) Trade receivables and other receivables are net of provision for impairment. The fair value of trade receivables and other receivables was based on expected realisation of outstanding balances taking into account the company's history with respect to delinquencies.
- (c) Financial instruments where the carrying amounts were equal to fair value:- Due to their short term maturity, the carrying values of certain financial instruments approximate their fair values. These include cash and cash equivalents, trade and other payables, tax liability/recoverable, prepayments and bank overdraft. Long term loans are fixed by contract.

Fair value measurment recognised in the statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into levels 1 to 3 based on the degree to which the value is observable.

- Level 1 Fair value determination is with reference to quoted prices in active markets for identical assets and liabilites.

 Quotation from recognised stock exchange was used to value investments under this ranking.
- Level 2 Fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 Fair value measurements are those derived from valuation techniques that include inputs for the assets or liabilty that are not based on observable market data (unobservable inputs).







25 Fair value of financial instruments - cont 'd

		COMPANY			COMPANY			
	_	2015			2014			
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3		
	G\$ 000							
Available for Sale	-	806,760	- 1		802,125	-		
	-	806,760	-	_	802,125	-		
		GROUP			GROUP			
		2015			2014			
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3		
	G\$ 000							
Held to Maturity	-	39,725	-	-	39,725	-		
Available for Sale	-	-	582,558	-	-	632,547		
	-	39,725	582,558	-	39,725	632,547		



26 Financial risk management

Objectives

The company's and group's management monitors and manages the financial risks relating to the operations of the company and group through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk (currency risk, interest rate risk and price risk), credit risk and liquidity risk.

The company and group seek to minimise the effects of these risks by the use of techniques that are governed by management's policies on foreign exchange risk, interest rate risk and credit risk which are approved by the board of directors.

The company's and group's management reports monthly to the board of directors on matters relating to risk and management of risk

(a) Market risk

The company's and group's activities expose it to the financial risks of changes in foreign currency exchange rates and interest rates. The company uses interest rate sensitivity and exposure limits to financial instruments to manage its exposure to interest rate and foreign currency risk. There has been no change in the company and group's exposure to market risks or the manner in which it manages these risks.

(i) Foreign currency risk

The financial statements at December 31, include the following assets and liabilities denominated in foreign currencies stated in the Guyana Dollar equivalent

	COMI	COMPANY		
Assets	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
US Dollar	398,507	816,239	865,463	1,159,541
GBP	35,271	41,589	35,578	41,911
Euro	2,005	25	1,411,388	1,874,571
Others	126,781	151,126	353,961	411,184
	562,564	1,008,979	2,666,390	3,487,207
Liabilities				
US Dollar	4,527,648	1,888,095	4,853,128	2,101,533
GBP	7,233	2,862	7,233	2,862
Euro	9,553	19,369	289,949	712,877
Rupee	-	_	14,718	14,718
Others	5,638	6,617	10,486	61,604
	4,550,072	1,916,943	5,175,514	2,893,594
Net assets/(liabilities)	(3,987,508)	(907,964)	(2,509,124)	593,613





(a) Market risk - cont'd

(i) Foreign currency risk - cont'd

Foreign currency sensitivity analysis

The following table details the company's and group's sensitivity to a 2.5% increase and decrease in the Guyana dollar against balances denominated in foreign currencies.

The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end or a 2.5% change in foreign currency rates. A positive number indicates an increase in profit where foreign currencies strengthen 2.5% against the G\$. For a 2.5% weakening of the foreign currencies against G\$ there would be an equal and opposite impact on the profit, and the balances below would be negative.

	COMPA	NY	GROUP	
	2015 G\$ 000	2014 G\$ 000	2015 G\$ 000	2014 G\$ 000
Profit/(loss)	(99,688)	(22,699)	(62,728)	14,840

(ii) Interest sensitivity analysis

The sensitivity analysis below has been determined based on the exposure to interest rate at the end of the reporting period.

The sensitivity analysis includes only outstanding balances at the end of the reporting period. A 50 basis point increase or decrease is used when reporting interest rate internally to key management personnel and represents management's assessment of the reasonable possible change in interest rates.

A positive number indicates an increase in profits where the interest rate appreciated by 50 basis points. For a decrease of 50 basis points in the interest rate, this would have an equal and opposite impact on profit and the balances below would be negative. If interest rates had been 50 basis points higher/lower and all other variables were held constant, the impact on the company's and group's profit would have been:

	I	Imp	pact on profit f	or the year	
	Increase/ — Decrease in Basis Point —	COMPA	NY	GROU	J P
		2015 G\$000	2014 G\$000	2015 G\$000	2014 G\$000
Cash and cash equivalent					
Local currency	+/-50	(7,200)	(7,200)	-	_
Foreign currency	+/-50	515	515	515	515
Overdrafts					
Local currency	+/-50	(7,200)	(7,200)	(11,081)	(10,668)
Foreign currency	+/-50	-	-	(506)	(1,536)

Apart from the foregoing with respect to the other financial assets and liabilites, it was not possible to determine the expected impact of a reasonable possible change in interest rates on profit or equity as other factors such as credit risks, market risks, political and disaster risks can affect the value of assets and liabilities.



(a) Market risk - cont'd

(iii) Interest rate risk

Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates.

The company and group are exposed to various risks that are associated with the effects of variations in interest rates. This impacts directly on its cash flows.

The company's and group's management continually monitors and manages these risks through the use of appropriate tools and implements relevant strategies to hedge against any adverse effects.

COMPANY

Maturing 2015

	Interest rate	Within 1 year	2 to 5 years	Over N 5 years	Non-interest bearing	Total
	Range %	G\$000	G\$000	G\$000	G\$000	G\$000
Assets						
Investments	-	-	_	-	806,760	806,760
Trade and other receivables	_	_	_	_	636,807	636,807
Prepayments	_	_	_	_	401,656	401,656
Taxes recoverable	-	_	-	_	48,850	48,850
Cash on hand	_	-	-	_	-	-
Cash at bank	0.03% - 1.5%	137,301	-	-	-	137,301
		137,301	-	-	1,894,073	2,031,374
Liabilities Trade payable						
and accruals	7.25% - 10%	-	-	-	2,379,985	2,379,985
Bank overdraft (secured)	11% -13.5%	1,166,437	_	-	_	1,166,437
Loans	4.81% - 11%	903,903	2,631,540	182,878	_	3,718,321
Taxation	-	-	-,,		97,251	97,251
		2,070,340	2,631,540	182,878	2,477,236	7,361,994
Interest sensitivity gap		(1,933,039)	(2,631,540)	(182,878)		



- 26 Financial risk management cont'd
 - (a) Market risk cont'd
 - (iii) Interest rate risk

COMPANY

		Maturing 2014					
	Interest rate	Within 1 year	2 to 5 years	Over 5 years	Non-interest bearing	Total	
	Range	G\$000	G\$000	G\$000	G\$000	G\$000	
Assets	%						
Investments	_	_	-	-	802,125	802,125	
Trade and other receivables	-	-	-	-	798,668	798,668	
Prepayments	-	-	-	-	209,978	209,978	
Taxes recoverable	-	-	-	-	48,850	48,850	
Cash on hand	-	-	-	-	2,003	2,003	
Cash at bank	0.03% - 1.5%	187,222	-	-	-	187,222	
		187,222	-	-	1,861,624	2,048,846	
Liabilities Trade payable							
and accruals	7.25% - 10%	_	_	-	2,297,342	2,297,342	
Bank overdraft (secured)	10% -13.5%	1,439,907	-	-	_	1,439,907	
Loans	4.81% - 11%	708,679	2,905,141	653,771	-	4,267,591	
Taxation	-	-	-	-	89,921	89,921	
		2,148,586	2,905,141	653,771	2,387,263	8,094,761	
Interest sensitivity gap		(1,961,364)	(2,905,141)	(653,771)			



(a) Market risk - cont'd

(iii) Interest rate risk - cont'd

GROUP

		Maturing 2015					
	Interest rate Range	Within 1 year	2 to 5 years	Over 5 years	Non-interest bearing	Total	
	Kange %	G\$000	G\$000	G\$000	G\$000	G\$000	
Assets		·					
Investments	-	-	-	-	622,283	622,283	
Trade and other receivables	-	-	-	-	1,686,786	1,686,786	
Prepayments	-				442,020	442,020	
Taxes recoverable	-	-	-	-	419,388	419,388	
Cash on hand and at bank	0.03% - 1.5%	361,593	-	-	-	361,593	
		361,593	-	-	3,170,477	3,532,070	
Liabilities							
Trade payable and accruals	7.25% - 10%	-	_	_	1,744,005	1,744,005	
Bank overdraft (secured)	11% -13.5%	2,046,204	-	-	-	2,046,204	
Loans	4.81% - 11%	1,023,922	3,007,656	331,222	-	4,362,800	
Taxation	-	-	-	-	155,118	155,118	
		3,070,126	3,007,656	331,222	1,899,123	8,308,127	
Interest sensitivity gap		(2,708,533)	(3,007,656)	(331,222)			



- 26 Financial risk management cont'd
 - (a) Market risk cont'd
 - (iii) Interest rate risk cont'd

GROUP

	Maturing 2014 - restated						
Interest rate Range	Within 1 year	2 to 5 years	Over 5 years	Non-interest bearing	Total		
Kange %	G\$000	G\$000	G\$000	G\$000	G\$000		
-	-	-	-	672,272	672,272		
es -	-	-	-	1,822,299	1,822,299		
-	-	-	-	280,971	280,971		
-	-	-	-	330,121	330,121		
-	-	-	-	2,003	2,003		
0.03% - 1.5%	385,765	-	-	-	385,765		
	385,765	-	-	3,107,666	3,493,431		
	-	-	-	2,380,932	2,380,932		
		-	-	-	2,443,061		
4.81% - 10.50%	812,340	3,275,059	951,510	-	5,038,909		
-	_	-	-	135,666	135,666		
	3,255,401	3,275,059	951,510	2,516,598	9,998,568		
	(2,869,636)	(3,275,059)	(951,510)				
	rate Range	rate Range % G\$000 es	Interest rate Range % G\$000 G\$000 es	Interest rate Range % G\$000 G\$000 G\$000 Ses	Interest rate Range		



(a) Market risk - cont'd

(iv) Price risk

Price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices whether those changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market. Management continually identifies, underwrites and diversifies risk in order to minimize the total cost of carrying such risk.

(b) Credit risk

The table below shows the company's maximum exposure to credit risk

	COMP	Maximum Exposure		
	Maximum l			
	2015 G\$000	2014 G\$000	2015 G\$000	2014 G\$000
Cash on hand and at bank Investments	137,301	189,225	361,593	387,768
Held to Maturity	-	-	39,725	39,725
Available for Sale	806,760	802,125	582,558	632,547
Trade and other receivables	636,807	798,668	1,686,786	1,822,299
Taxes recoverable	48,850	48,850	419,388	330,121
Total Credit risk exposure	1,629,718	1,838,868	3,090,050	3,212,460

Credit risk is the risk that a customer or counterparty will default on its contractual obligations resulting in financial loss to the company and group.

The company and group faces credit risk in respect of its cash and cash equivalents, investments and receivables. However, this risk is controlled by close monitoring of these assets by the company and group. The maximum credit risk faced by the company and group is the balance reflected in the financial statements.

Cash and cash equivalents are held by commercial banks. These banks have been assessed by the Directors as being credit worthy, with very strong capacity to meet their obligations as they fall due.

The related risk is therefore considered very low.

Investments reflected in the company's and group's financial statement are assets for which the likelihood of default are considered minimal by the Directors.

Trade receivables consist of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable on a regular basis.





(b)	Credit risk - cont'd	COMP	ANY	GROUP		
	Trade and other receivables	2015	2014	2015	2014	
		G\$000	G\$000	G\$000	Restated G\$000	
	Trade receivables	535,961	688,389	1,474,825	1,604,483	
	Other receivables	100,846	110,279	211,961	217,816	
	Taxes Recoverable	48,850	48,850	419,388	330,121	
		685,657	847,518	2,106,174	2,152,420	
	The above balances are classified as follows:.					
		COMP	ANY	GRO	OUP	
		2015	2014	2015	2014	
		G\$000	G\$000	G\$000	Restated G\$000	
	Current	530,446	680,021	1,422,897	1,618,629	
	Past due but not impaired	155,211	162,083	657,718	434,691	
	Impaired		5,414	25,559	99,100	
		685,657	847,518	2,106,174	2,152,420	
		COMP	ANY	GRO	OUP	
		2015	2014	2015	2014	
		G\$000	G\$000	G\$000	G\$000	
	Ageing of past due but not impaired	T 4.600	06.415	160,000	160.050	
	31-60 days	74,688	26,415	160,329	160,050	
	61-90 days	19,251	71,099	51,390	145,609	
	91-120 days over 120 days	(353) 61,625	12,636 51,933	10,199 435,800	52,438 76,594	
	Total	155,211	162,083	657,718	434,691	
	While the foregoing is past due they are still consider	ed to be collectible in	n full.			
	Ageing of impaired trade receivables					
	31-60 days	-	-	_	-	
	61-90 days	-	-	_	-	
	91-120 days	-	-	-	_	
	over 120 days	-	5,414	25,559	99,100	
	Total	-	5,414	25,559	99,100	
	Provision for impairment	-	5,414	25,559	99,100	



(b) Credit risk - cont'd

The table below shows the credit limit and balance of five major counterparties at the balance sheet date.

		COMPANY					
			20	15	20	14	
Details	Loca	tion	Credit Limit	Carrying Amount	Credit Limit	Carrying Amount	
	2015	2014	G\$ 000	G\$ 000	G\$ 000	G\$ 000	
Counterparty # 1	U.K.	Canada	68,100	65,126	87,500	17,336	
Counterparty # 2	Canada	Canada	87,500	-	43,000	13,187	
Counterparty # 3	Canada	Trinidad	55,000	51,138	31,000	10,979	
Counterparty # 4	Trinidad	Canada	31,000	26,406	25,000	20,667	
Counterparty # 5	Canada	Canada	40,000	34,633	56,300	44,225	
			281,600	177,303	242,800	106,394	

			GROUP				
			2015		2014		
Details	Loc	cation	Credit Limit	Carrying Amount	Credit Limit	Carrying Amount	
	2015	2014	G\$ 000	G\$ 000	G\$ 000	G\$ 000	
Counterparty # 1	Netherlands	Netherlands	130,000	191,745	130,000	138,904	
Counterparty # 2	Canada	Canada	87,500	_	87,500	17,336	
Counterparty # 3	U.K.	Canada	68,100	65,126	56,300	44,225	
Counterparty # 4	Canada	Canada	55,000	51,138	43,000	13,187	
Counterparty # 5	Canada	Trinidad	40,000	34,633	31,000	10,979	
			380,600	342,642	347,800	224,631	

There was one customer who represented more than 5% of the total balance of trade receivables (2014: 2). The average age of total receivables was 34 days (2014:38 days).

The foregoing best represent the maximum exposure to credit risk at the end of the reporting period without taking account of any collateral held or other credit enhancement (for which none exists).







(c) Liquidity risk

Liquidity risk is the risk that the company and group will encounter difficulty in raising funds to meet its commitments associated with financial instruments. The company and group manages its liquidity risk by maintaining an appropriate level of resources in liquid or near liquid form.

The following table shows the distribution of assets and liabilities by maturity:

	A AT 1	A 4	T T	K 7
0	VH	$\mathbf{P}\mathbf{A}$		v

	Maturing 2015				
	Within 1 year	2 to 5 years	Over 5 years	Total	
	G\$000	G\$000	G\$000	G\$000	
Assets					
Investments	806,760	-	-	806,760	
Trade and other receivables	636,807	-	-	636,807	
Prepayments	401,656	-	-	401,656	
Taxes recoverable	48,850	-	-	48,850	
Cash on hand and at bank	137,301		-	137,301	
	2,031,374	-	_	2,031,374	
Liabilities					
Trade payables and other payables	(2,379,985)	-	-	(2,379,985)	
Current portion of interest bearing debts	(903,903)	-	-	(903,903)	
Loans		(2,631,540)	(182,878)	(2,814,418)	
Bank overdraft (secured)	(1,166,437)	-		(1,166,437)	
Taxation	(97,251)	<u> </u>	-	(97,251)	
	(4,547,576)	(2,631,540)	(182,878)	(7,361,994)	
Net liabilities	(2,516,202)	(2,631,540)	(182,878)	(5,330,620)	



COMPANY

GROUP

26 Financial risk management - cont'd

(c) Liquidity risk - cont'd

	Maturing 2014				
	Within 1 year	2 to 5 years	Over 5 years	Total	
	G\$000	G\$000	G\$000	G\$000	
Assets					
Investments	802,125	-	-	802,125	
Trade and other receivables	798,668	-	-	798,668	
Prepayments	209,978	-	-	209,978	
Taxes recoverable	48,850	-	-	48,850	
Cash on hand and at bank	189,225	-	-	189,225	
	2,048,846	<u> </u>	-	2,048,846	
Liabilities Trade payables and other payables	(2,297,342)	_		(2,297,342)	
Current portion of interest bearing debts	(708,679)	_	_	(708,679)	
Loans	-	(2,905,141)	(653,771)	(3,558,912)	
Bank overdraft (secured)	(1,439,907)	-	-	(1,439,907)	
Taxation	(89,921)	-		(89,921)	
	(4,535,849)	(2,905,141)	(653,771)	(8,094,761)	
Net liabilities	(2,487,003)	(2,905,141)	(653,771)	(6,045,915)	

Net lia	abilities
---------	-----------

	Maturing 2015				
	Within 1 year	2 to 5 years	Over 5 years		
	G\$000	G\$000	G\$000		
Assets					
Investments	-	622,283	-		
Trade and other receivables	1,686,786	-	-		
Prepayments	442,020	-	-		
Taxes recoverable	419,388	-	-		
Cash on hand and at bank	361,593	-	-		
	2,909,787	622,283	_		
Liabilities					
Trade payables and other payables	(1,744,005)	-	-		
Current portion of interest bearing debts	(1,023,922)	-	=		
Loans	-	(3,007,656)	(331,222)		
Bank overdraft (secured)	(2,046,204)	-	-		
Taxation	(155,118)	<u>-</u>	-		
	(4,969,249)	(3,007,656)	(331,222)		
Net liabilities	(2,059,462)	(2,385,373)	(331,222)		

Total

G\$000

622,283 1,686,786 442,020 419,388 361,593

3,532,070

(1,744,005)(1,023,922)

(3,338,878)(2,046,204)(155,118)

(8,308,127)

(4,776,057)





(c) Liquidity risk

GROUP

	Maturing 2014 - restated				
	Within 1 year	2 to 5 years	Over 5 years	Total	
	G\$000	G\$000	G\$000	G\$000	
Assets					
Investments	_	672,272	-	672,272	
Trade and other receivables	1,822,299	_	-	1,822,299	
Prepayment	280,971	_	-	280,971	
Taxes recoverable	330,121	-	-	330,121	
Cash on hand and at bank	387,768	-	-	387,768	
	2,821,159	672,272	-	3,493,431	
Liabilities	(0.000.000)			(0.000.000)	
Trade payables and other payables	(2,380,932)	-	-	(2,380,932)	
Current portion of interest bearing debts	(812,340)	-	-	(812,340)	
Loans	-	(3,275,059)	(951,510)	(4,226,569)	
Bank overdraft (secured)	(2,443,061)	-	-	(2,443,061)	
Taxation	(135,666)	<u> </u>	-	(135,666)	
	(5,771,999)	(3,275,059)	(951,510)	(9,998,568)	
Net liabilities	(2,950,840)	(2,602,787)	(951,510)	(6,505,137)	



27 Capital risk management

The company and group manages its capital to ensure that it will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance. The overall strategy remains unchanged from 2014

The capital structure of the company and group consists of cash equivalents and equity attributable to equity holders, comprising issued capital, reserves and retained earnings.

Gearing ratio

The company's and group's management reviews the capital structure on an on-going basis. As part of this review, management considers the cost of capital and the risks associated with each class of capital. The company and group have not set a target gearing ratio.

The gearing ratio at the year end was as follows:

,	COMPANY		GROUP	
	2015 G\$000	2014 G\$000	2015 G\$000	2014 G\$000
Debt (i) Advances (note 15) Cash and cash equivalents	4,884,758 - (137,301)	5,707,498 212,154 (189,225)	6,409,004 (361,593)	7,481,970 212,154 (387,768)
Net debt	4,747,457	5,730,427	6,047,411	7,306,356
Equity (ii)	14,923,167	13,877,220	18,454,198	17,283,466
Net debt to equity ratio	0.32:1	0.41:1	0.33:1	0.42:1

- (i) Debt is defined as advances in note 15 and long- and short-term borrowings as detailed in note 18.
- (ii) Equity includes all capital and reserves of the company and group.





28 Restatement due to remeasurement and errors

(i) In the current year remeasurement adjustments related to certain IAS 19 Employee benefit balances in the 2014 financial statements were made. The financial statements for that year was restated to reflect the adjustments. There were also adjustments made to 2014 to correct prior year errors.

The effect of the restatement is stated below:

	2014		
	COMPANY	GROUP	
	G\$000	G\$000	
Deferred tax liability decreased by Defined benefit asset decreased by Other comprehensive income decreased by	41,100 (137,000) 95,900	41,100 (137,000) 95,900	
Trade receivables decreased by Payables increased by Tax liability increased by Retained earnings decreased by	- - -	(16,840) (4,903) (9,878) 31,621	
Restatement to earnings per share			
		GROUP	
		2014 G\$000	
Earnings per share as previously reported Earnings per share decreased by		2.53 (0.04)	
Earnings per share restated		2.49	

29 Approval of Financial Statements

The financial statements were approved for issue by the Directors on February 18, 2016



(ii)

Ten Year Review

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Turnover 1	8,020,518	18,112,393	17,529,199	15,783,081	14,582,598	13,673,267	12,363,533	12,063,533	11,788,636	11,693,495
Operating Profit	3,378,632	3,311,508	2,794,305	2,581,005	2,653,109	2,360,738	2,306,837	2,032,012	2,101,662	1,984,027
Interest Paid/ Received	581,359	675,645	589,069	668,937	642,957	606,509	653,898	592,296	522,769	500,802
Profit Before Tax	2,797,273	2,635,863	2,205,236	1,912,068	2,010,152	1,754,229	1,652,939	1,439,716	1,578,893	1,483,225
Taxation	901,418	721,579	635,815	597,849	463,342	614,605	619,589	533,693	600,780	544,720
Profit after Tax	1,895,855	1,914,284	1,569,421	1,314,219	1,546,810	1,139,624	1,033,350	906,023	978,113	938,505
Gross Assets Employed 2	7,953,739	28,386,324	28,726,954	27,843,241	24,668,630	23,602,480	22,968,411	21,518,395	17,621,678	15,384,695
Capital Employed 22	2,984,490	22,614,325	21,084,368	18,562,940	17,201,510	15,819,174	15,905,774	12,889,270	12,710,181	11,180,125
Shareholder's Equity 1	8,454,198	17,283,466	16,058,647	14,655,669	13,176,203	12,019,383	11,256,519	10,496,948	9,923,505	8,857,377
Operating profit as % of sales	18.75%	18.28%	15.94%	16.35%	18.19%	17.27%	18.66%	16.84%	17.83%	16.97%
Operating profit as % of Capital Employed	14.70%	14.64%	13.25%	13.90%	15.42%	14.92%	14.50%	15.77%	16.54%	17.75%
Return on Gross assets	12.09%	11.67%	9.73%	9.27%	10.75%	10.00%	10.04%	9.44%	11.93%	12.90%
Return on Shareholders' Funds	15.16%	15.25%	13.73%	13.05%	15.26%	14.55%	14.68%	13.72%	15.91%	16.80%
Basic Earnings per share in Dolla	ars 2.46	2.49	2.04	1.71	2.01	1.49	1.29	1.18	1.28	1.22
Equity per share	23.97	22.45	20.86	19.03	17.11	15.61	14.62	13.63	12.89	11.47
Dividend Cover	4.10	4.21	3.71	3.56	4.46	3.47	3.16	3.26	3.26	3.34



Procedures for Transfer of Shares

From time to time, Management has been approached by Shareholders concerning the procedure for effecting the Transfer of Shares. For the future benefit of Shareholders, we take this opportunity to remind members of the procedure as stated hereunder.

Trust Company (Guyana) Limited is the Registrar and Transfer Agent of Demerara Distillers Limited.

A Shareholder who wishes to transfer his/her shares should take with him/her to the Trust Company (Guyana) Limited, the relevant share certificate (s), and officials there will assist in having the Transfer instrument completed as well as the Certificates of non-alienship in respect of both the Transferor / Transferee.

Stamp duty and the cost of the stamp for the new share certificate are payable and the Registrar will advise the Shareholders on this at the time of execution of the Transfer.

Without a Share Certificate, it would not be possible to execute a Transfer of Shares. Where a Shareholder has not his/her share certificate, it would be necessary, after conferring with the Registrar, to have the loss advertised in the Press at the Shareholder's expense and the Shareholder will also be required to sign a form of indemnity and pay stamp duty.

Where the legal personal representatives of deceased Shareholders seek to have such shares transferred, they should, in addition to the relevant share certificate, take along with them the original of Letters of Administration/Probate of the Court with the Will attached (where applicable), for presentation to the Registrar.

If at any time you change your address or wish to revoke instructions given to the company or its Registrar, you should inform us promptly.

Under the provisions of the Company's Articles of Association, replacement of Dividend Warrants, lost or mislaid from any cause whatsoever, will be for the account of the Shareholder reporting the cause. The Company's Registrar will apprise you of the charges payable at the time of the report.



DEMERARA DISTILLERS LIMITED • ANNUAL GENERAL MEETING

f
MEMBER OF Demerara Distillers Limited hereby appoint
OR IN HIS/HER ABSENCE
To act as my proxy at the Annual General Meeting on March 31, 2016 and at every adjournment hereof.
as witness my hand this day of 2010
igned

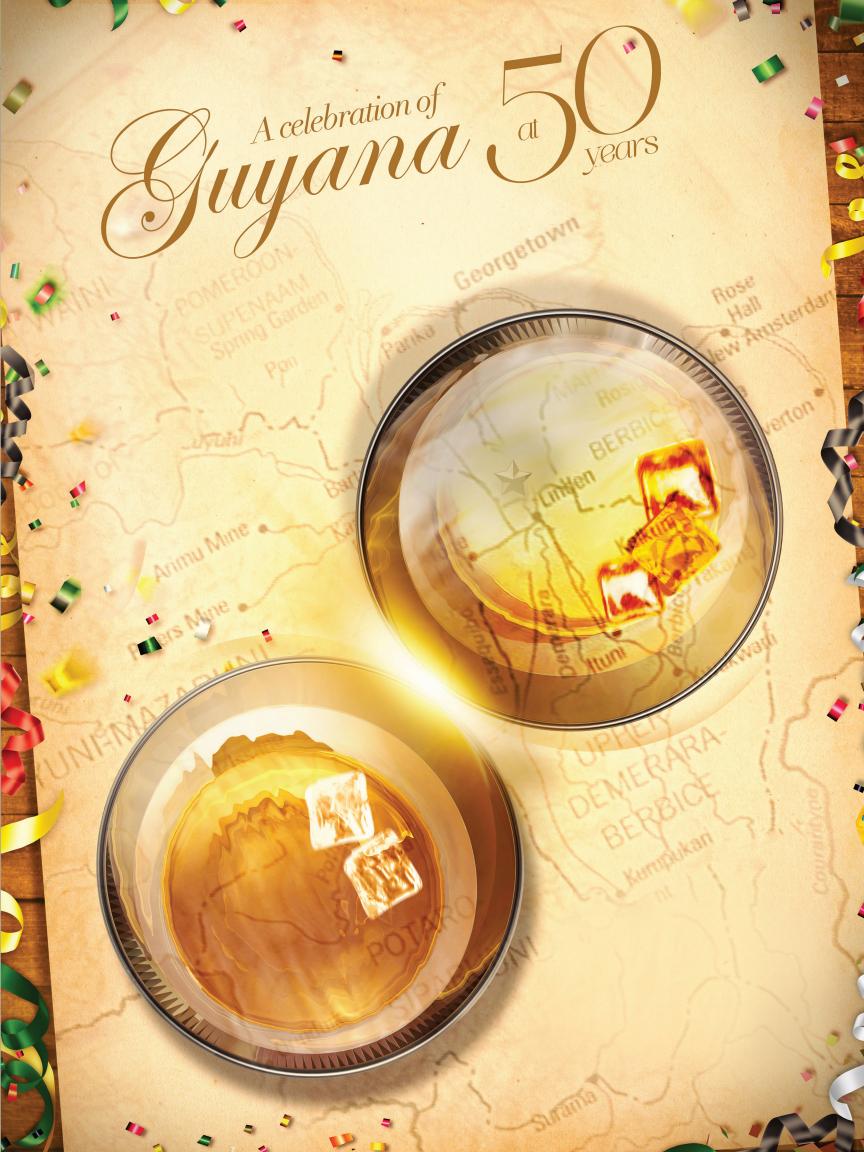
Unless otherwise instructed the proxy will vote as he/she thinks fit.

The date of the AGM is as per Notice published in the Press and as it appears in the Annual Report & Accounts, relevant to the particular year under review.

V	0	tes
_		
		Vo

<u> </u>	







DEMERARA DISTILLERS LIMITED
Plantation Diamond, East Bank Demerara.
Guyana, South America.
Tel: (592) 265-6000 • Fax: (592) 265-3367

Email: ddlweb@demrum.com • www.theeldoradorum.com