REGULATORY ENVIRONMENT

Alcohol Levy

The levy currently stands at 48%, impacting heavily on the group’s pricing of the alcohol products, which is a major challenge.

Traditional Beer Regulations

The Ministry of Trade and Industry has been working with the country urging for stricter limit on packaging sizes. The Ministry has asked the group to reduce its packaging sizes.

Competition Law

The Competition Act, 2009 was enacted in December 2009 through the sole authority and the Board of Trade and Industry. The law has been designed to promote the growth of the country's economy through the prevention and prohibition of anti-competitive business practices and unfair market practices, and the enforcement of the Competition Act, 2009.

PROSPECTS

Looking ahead, the business environment for alcohol related products are expected to remain challenging due to the cut-off reduction in sales volumes.

Financial Information

The accounting policies adopted in the preparation of these consolidated financial statements are in accordance with International Financial Reporting Standards (IFRS) as adopted by the International Accounting Standards Board (IASB). These policies are consistent with those applied in prior periods.

Volume Performance

The company’s revenue increased by 22.8% as a result of growth in both sales and sales volumes.

Other income and expenses

The company’s revenue increased by 22.8% as a result of growth in both sales and sales volumes.

SPECIAL PURPOSE COMMON STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH 2013

CASH FLOW FROM OPERATING ACTIVITIES

Cash from operating activities

- Operating profit before depreciation and amortization

- Depreciation and amortization expense

- A non-cash adjustment for financial income

- increase in accounts receivable

- increase in other current assets

- increase in inventories

- decrease in accounts payable

- decrease in trade and other payables

CASH FLOW FROM INVESTING ACTIVITIES

Cash from (used in) investing activities

- Proceeds from disposal of property, plant and equipment

- Purchase of property, plant and equipment

CASH FLOW FROM FINANCING ACTIVITIES

Cash from (used in) financing activities

- Proceeds from issuance of shares

- Payment in respect of capital

- Net cash generated from financing activities

- Net cash used in financing activities

NET INCOME

The company’s revenue increased by 22.8% as a result of growth in both sales and sales volumes.

SPECIAL PURPOSE COMMON STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH 2013

CASH FLOW FROM OPERATING ACTIVITIES

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NET INCOME