



CONSOLIDATED AUDITED FINANCIAL REPORT

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2012

READYMIX (WEST INDIES) LIMITED

CONSOLIDATED STATEMENT OF INCOME

TT\$'000	UNAUDITED Three Months Oct to Dec		AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2012	2011	2012	2011
CONTINUING OPERATIONS:				
REVENUE	38,867	29,704	136,528	116,242
Operating Loss from continuing operations	(4,507)	(415)	(6,250)	(9,601)
Finance costs - net	(635)	106	(1,569)	(235)
Loss before Taxation from continuing operations	(5,142)	(309)	(7,819)	(9,836)
Taxation	470	(385)	801	1,495
Loss after Taxation from continuing operations	(4,672)	(694)	(7,018)	(8,341)
DISCONTINUED OPERATIONS:				
Loss after Taxation from discontinued operations	-	(964)	-	(1,681)
Gain on Sale from discontinued operations	-	923	-	11,092
Net (Loss)/Gain on discontinued operations	-	(41)	-	9,411
Total (Loss)/Profit After Taxation	(4,672)	(735)	(7,018)	1,070
Attributable to:				
Equity Holders of the Parent	(4,732)	(380)	(6,495)	2,110
Non-Controlling Interests	60	(355)	(523)	(1,040)
	(4,672)	(735)	(7,018)	1,070
Basic and diluted (Loss)/Earning per share:				
From continuing operations	(\$0.39)	(\$0.03)	(\$0.54)	(\$0.61)
From discontinued operations	-	-	-	\$0.78
	(\$0.39)	(\$0.03)	(\$0.54)	\$0.17

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

TT\$'000	UNAUDITED Three Months Oct to Dec		AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2012	2011	2012	2011
(Loss)/Profit after Taxation	(4,672)	(735)	(7,018)	1,070
Currency Translation	3	(217)	3	11
	(4,669)	(952)	(7,015)	1,081
Attributable to:				
Equity Holders of the Parent	(4,730)	(601)	(6,769)	2,117
Non-Controlling Interests	61	(351)	(246)	(1,036)
	(4,669)	(952)	(7,015)	1,081

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

TT\$'000	AUDITED 31.12.2012	AUDITED 31.12.2011
Non-Current Assets	61,459	57,025
Current Assets	98,300	102,591
Current Liabilities	(62,214)	(56,042)
Non-Current Liabilities	(5,769)	(4,783)
Total Net Assets	91,776	98,791
Equity attributable to the Parent		
Stated Capital	12,000	12,000
Retained Earnings	80,052	86,545
	92,052	98,545
Non-Controlling Interests	(276)	246
Total Equity	91,776	98,791

DIRECTORS' STATEMENT

The Readymix Group recorded a net operating loss of \$7M for the year ended December 31, 2012. This represented an improvement of 16% when compared to the previous year's loss after tax from continuing operations of \$8.3M. Total revenue also increased by 17% or \$20M from prior year, partly due to higher sales in aggregates.

Improvements were seen in cash balances and liquidity, with a 48% increase in cash balances at year end. The Company also funded capital expenditure of \$12M by internally generated cash.

Activity in the construction sector remained essentially unchanged from the previous year, however, some improvement was noted in the 4th quarter of 2012. Management expects this trend to continue in 2013 and remains committed to improving the Company's performance.

Eutrice Carrington
Chairman
March 25, 2013

Dr. Rollin Bertrand
Director/Group CEO
March 25, 2013

CONSOLIDATED STATEMENT OF CASH FLOWS

TT\$'000	AUDITED Year Jan to Dec 2012	AUDITED Year Jan to Dec 2011
OPERATING ACTIVITIES		
Loss before Taxation from continuing operations	(7,819)	(9,836)
Gain before Taxation from discontinued operations	-	9,411
Total Loss before Taxation	(7,819)	(425)
Adjustment for non-cash items	14,176	3,372
Changes in working capital	15,662	962
	22,019	3,909
Net Interest, taxation and pension contributions paid	(4,099)	(3,340)
Net cash generated by operating activities	17,920	569
Net cash (used in)/generated by investing activities	(12,324)	7,554
Net cash used in financing activities	(4,402)	(915)
Increase in cash and cash equivalents	1,194	7,208
Cash and cash equivalents – beginning of period	2,489	(18,457)
Bank Overdraft and advances transferred to borrowings	-	13,738
Cash and cash equivalents – end of period	3,683	2,489

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

TT\$'000	PARENT		NON-CONTROLLING INTERESTS	
	AUDITED Year Jan to Dec	AUDITED Year Jan to Dec	UNAUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2012	2011	2012	2011
Balance at beginning of period	98,545	96,428	246	1,282
Currency translation difference	2	7	1	4
(Loss)/Profit attributable to the Parent	(6,495)	2,110	(523)	(1,040)
Balance at end of period	92,052	98,545	(276)	246

SEGMENT INFORMATION

TT\$'000	Trinidad & Tobago	Barbados	St. Maarten & St. Martin	Consolidation Adjustments	Total
Third Party Revenue					
Jan to Dec 2012	121,298	15,230	-	-	136,528
Jan to Dec 2011	104,329	11,913	-	-	116,242
Segment Loss before Tax					
Jan to Dec 2012	(9,268)	(947)	-	2,396	(7,819)
Jan to Dec 2011	(6,781)	(3,055)	(1,681)	-	(11,517)
Total Assets					
Dec 31, 2012	154,086	7,989	-	(2,316)	159,759
Dec 31, 2011	156,337	7,276	-	(3,997)	159,616

NOTES

- Basis of Preparation**
The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary financial statements are derived from the audited consolidated financial statements of Readymix (West Indies) Limited and its subsidiaries for the year ended 31 December 2012.
- Accounting Policies**
These summary consolidated financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the 31 December 2012 audited financial statements consistently applied from period to period. Any new Accounting Standards or interpretations which became effective in this financial year have had no material impact on the Group. The areas of critical accounting estimate and judgement as disclosed in "Note 2" of the 31 December 2012 audited financial statements, have also remained unchanged.
- Earnings per Share**
Earnings per share (EPS) is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares outstanding during the period.
- Segment Information**
Management's principal reporting and decision making is geographical and accordingly the segment information is so presented.
- Going Concern**
The economic environment continues to be challenging and as a result the Group has reported a loss after taxation of \$7.0 million for the year ended 31 December 2012. At 31 December 2012 the Group carried borrowings due to third parties in the amount of \$17.1 million.

RML's ultimate parent company, TCL, has reported a Group loss before taxation of \$378.7 million for the year ended 31 December 2012 and there is \$2.05 billion in outstanding debt obligations as presented on its statement of financial position as at 31 December 2012.

The ability of the TCL Group to generate the sustained incremental cash flows to meet its significant debt service obligations is sensitive to the successful implementation of the strategies and the key assumptions around market size growth, new markets, cost reductions and price adjustments. Should these assumptions not materialise such that the TCL Group is unable to service its debt obligations when due, this will pose a going concern risk to the TCL Group, inclusive of RML.

Notwithstanding the operating losses over the past three years, RML's debt load is sustainable and with a rebound in the market demand in conjunction with the cost reduction initiatives taken by the RML Group, the expectation is that the Group will return to profitability. Also, based on the current plans and strategies being pursued by the TCL Group and the RML Group, the expectation is that the RML Group will generate adequate cash flows and profitability to allow the Group to continue in operational existence in the foreseeable future. On this basis, the Directors have maintained the going concern assumption in the preparation of these financial statements.



CONSOLIDATED AUDITED FINANCIAL REPORT FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2012

ONE CARIBBEAN...
ONE COMPANY
A member of the TCL GROUP

READYMIX (WEST INDIES) LIMITED

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

To the Shareholders of Readymix (West Indies) Limited

The accompanying summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at 31 December 2012, and the summary consolidated statements of income, comprehensive income, changes in equity and cash flows for the year then ended, are derived from the audited financial statements of Readymix (West Indies) Limited and its subsidiary (the "Group") for the year ended 31 December 2012. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated 25 March 2013.

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

Management's Responsibility for the Summary Financial Statements

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

Auditor's Responsibility

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

Opinion

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of the Group for the year ended 31 December 2012 are consistent, in all material respects, with those financial statements, on the basis of management's established criteria as described in Note 1.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 5 in these summarised financial statements and Note 2 (b) to the full financial statements which indicate that the Group has reported a loss after taxation of \$7.0 million for the year ended 31 December 2012. At 31 December 2012 the Group carried borrowings due to third parties in the amount of \$17.1 million.

The financial statements have been prepared on the going concern basis because, as described in Note 5, based on the current plans and strategies being pursued by the TCL Group and the RML Group, the expectation is that the RML Group will generate adequate cash flows and profitability to allow the Group to continue in operational existence in the foreseeable future.

The factors described above, along with other matters as set forth in these referenced notes indicates the existence of a material uncertainty related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern and therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Port of Spain,
TRINIDAD:
25 March 2013

10 cm x 7 cols