

Unaudited Financial Statements of

COMMONWEALTH BREWERY LIMITED

Twelve months ended December 31, 2025

COMMONWEALTH BREWERY LIMITED

Management comments on Interim Financial Statements (Unaudited)

Twelve months ended December 31, 2025

Financial Update

Commonwealth Brewery Limited (CBL) delivered resilient financial performance in 2025 amid a moderating consumer environment and tourism growth increasingly weighted toward cruise arrivals. For the fourth quarter, net profit declined to \$4.6 million, compared to \$6.3 million in the same period of 2024, reflecting softer holiday consumer spending offset by continued cost discipline. For the full year, net profit totalled \$12.8 million, down from \$14.1 million in 2024, with margin resilience supported by a combination of procurement savings, operating efficiencies, favourable product mix, and a lower excise rate relative to the prior year.

Quarterly revenue declined 3.6% to \$35.8 million, while full year revenue decreased 1.5% to \$134.4 million, reflecting normalization in consumer demand and weaker stopover tourism relative to cruise led growth. Operating expenses decreased 1.3% to \$28.9 million in the fourth quarter and were down 0.3% to \$113.9 million for the year, underscoring sustained focus on productivity improvements, procurement efficiencies, and disciplined cost management. Together, these actions helped mitigate the impact of revenue pressure on profitability, particularly in the second half of the year.

Operating cash flow remained strong at \$16.7 million for the year, representing a 5.9% decline from the prior year but continuing to demonstrate the underlying cash generative nature of the business. Cash generation supported dividend payments of \$14.1 million (\$0.47 per share), while also funding capital expenditures related to ongoing and future investment in growth. As a result of higher dividends and investment outlays, cash and cash equivalents stood at \$7.6 million at year end.

Working capital improvements in receivable collections contributed positively to cash flow during the year. This benefit was partially offset by higher inventory balances at year end, reflecting weaker fourth quarter revenue performance and the timing of inventory build relative to demand. The Company continues to closely manage inventory and receivable cycles to support liquidity and mitigate operational risk.

From a macroeconomic perspective, The Bahamas recorded more than 12 million visitors during the year, with growth driven primarily by cruise arrivals. Stopover air arrivals remained comparatively softer, influenced by airline capacity constraints and evolving travel patterns. Supply chain conditions remained volatile, with ocean freight rates fluctuating amid geopolitical risks; however, major tariff proposals that could have significantly increased freight costs were avoided.

CBL continues to prioritize disciplined revenue management, productivity improvements, and procurement efficiencies to protect margins while supporting volumes. Working capital management, capital allocation, and risk management across logistics and inventory remain key areas of focus, particularly as tourism demand remains concentrated in the cruise segment.

Looking ahead, CBL expects opportunities from a gradual recovery in stopover tourism, targeted portfolio initiatives, improved route to market execution, and further operational efficiency gains. Continued focus on disciplined investment, distribution optimization, and strategic partnerships is expected to support sustainable growth and long term value creation.

COMMONWEALTH BREWERY LIMITED

Statement of Financial Position (Unaudited)

December 31, 2025, with corresponding figures for December 31, 2024
(Expressed in Bahamian dollars)

	December 2025	December 2024
Assets		
Current assets:		
Cash and cash equivalents	\$ 7,616,066	12,576,334
Trade receivables, net	6,984,865	9,648,550
Prepaid expenses and other assets	3,721,522	1,577,852
Inventories	35,691,211	31,457,381
Total current assets	54,013,664	55,260,117
Non-current assets:		
Right of use asset	2,859,778	5,667,064
Property, plant and equipment	48,473,860	47,295,922
Goodwill	4,487,242	4,487,242
Other intangible assets	448,975	927,153
Total non-current assets	56,269,855	58,377,381
Total assets	\$ 110,283,519	113,637,498
Liabilities and equity		
Current liabilities:		
Accounts payable and accrued expenses	\$ 17,397,332	16,427,859
Short-term Lease Liability	1,603,070	2,253,720
Total current liabilities	19,000,402	18,681,579
Non-current liabilities:		
Long-term Lease liability	1,658,627	4,032,267
Total liabilities	20,659,029	22,713,846
Equity:		
Share capital	150,000	150,000
Share premium	12,377,952	12,377,952
Contributed surplus	16,351,369	16,351,369
Revaluation surplus	16,083,580	16,083,580
Retained earnings	44,661,589	45,960,751
Total equity	89,624,490	90,923,652
Total liabilities and equity	\$ 110,283,519	113,637,498

COMMONWEALTH BREWERY LIMITED

Interim Statement of Profit or Loss (Unaudited)

For the three months ended December 31, 2025, with corresponding figures for the three months ended December 31, 2024

(Expressed in Bahamian dollars)

	December 2025	December 2024
Income:		
Revenue	\$ 35,799,514	37,144,670
Excise	(1,845,285)	(2,318,334)
Net revenue	33,954,229	34,826,336
Operating expenses:		
Raw materials, consumables and services	22,355,473	22,875,037
Personnel costs	4,719,705	4,679,273
Depreciation	1,692,194	1,597,031
Amortisation	117,514	120,734
Total operating expenses	28,884,886	29,272,075
Other income/(expenses)	(242,773)	161,788
Results from operating activities	4,826,570	5,716,049
Finance expenses	208,443	(606,371)
Total net profit	\$ 4,618,127	6,322,420
Basic and diluted earning per share	\$ 0.15	0.21

COMMONWEALTH BREWERY LIMITED

Interim Statement of Profit or Loss (Unaudited)

For the twelve months ended December 31, 2025, with corresponding figures for the twelve months ended December 31, 2024

(Expressed in Bahamian dollars)

	December 2025	December 2024
Income:		
Revenue	\$ 134,357,842	136,340,279
Excise	(6,775,642)	(7,636,313)
Net revenue	127,582,200	128,703,966
Operating expenses:		
Raw materials, consumables and services	86,679,226	88,352,639
Personnel costs	20,347,757	19,122,330
Depreciation	6,380,205	6,258,602
Amortisation	478,178	482,934
Total operating expenses	113,885,366	114,216,505
Other income	120,326	612,631
Results from operating activities	13,817,160	15,100,092
Finance expenses	1,016,322	990,307
Total net profit	\$ 12,800,838	14,109,785
Basic and diluted earning per share	\$ 0.43	0.47

COMMONWEALTH BREWERY LIMITED

Interim Statement of Changes in Equity (Unaudited)

For the twelve months ended December 31, 2025

(Expressed in Bahamian dollars)

	Share Capital	Share premium	Contributed Surplus	Revaluation surplus	Retained earnings	Total equity
Balance as at 31 December 2024	150,000	12,377,952	16,351,369	16,083,580	45,960,751	90,923,652
Net Profit	-	-	-	-	12,800,838	12,800,838
Transactions with owners recorded directly to equity						
Dividends declared \$0.47 per share	-	-	-	-	(14,100,000)	(14,100,000)
Balance at 31 December 2025	150,000	12,377,952	16,351,369	16,083,580	44,661,589	89,624,490

COMMONWEALTH BREWERY LIMITED

Statement of Cash Flows (Unaudited)

For the twelve months ended December 31, 2025, with corresponding figures for the twelve months ended December 31, 2024

(Expressed in Bahamian dollars)

	December 2025	December 2024
Cash flows from operating activities		
Net income	\$ 12,800,838	14,109,785
Adjustments for:		
Depreciation	6,380,205	6,258,602
Amortisation	478,178	482,934
Impairment loss recognized on cash and cash equivalents and trade receivables	(18)	(35,608)
Impairment loss on reversal inventory	-	(139,772)
Finance expense	(15,954)	497,642
Net cash from operations before changes in working capital	19,643,249	21,173,583
Changes in non-cash working capital	(2,961,327)	(3,454,333)
Net cash from operating activities	16,681,922	17,719,250
Cash flow from investing activities		
Additions to property, plant and equipment (excl. ROU asset)	(4,726,372)	(3,576,653)
Net cash used in investing activities	(4,726,372)	(3,576,653)
Cash flows from financing activities		
Proceeds from loans and borrowings	-	-
Payment of Dividends	(14,100,000)	(6,000,000)
Repayment of lease liability	(2,831,772)	(2,705,267)
Interest paid	15,954	(497,642)
Net cash used (from)/in financing activities	(16,915,818)	(9,202,909)
Net increase/(decrease) in cash and cash equivalents	(4,960,268)	4,939,688
Cash and cash equivalents, beginning of period	12,576,334	7,636,646
Cash and cash equivalents, end of period	7,616,066	12,576,334

1. Accounting Policies

These interim financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) for interim financial information. Accordingly, they do not include all of the information and footnotes required by IFRS for consolidated financial statements. In the opinion of management, these unaudited consolidated financial statements reflect all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation of the Company’s financial position and results of operations as at the end of and for the periods presented. All significant intercompany accounts and transactions have been eliminated from these unaudited consolidated financial statements.