

ANSA McAL Limited (AMCL)

Results for the Year Ended December 31, 2020

Key Points:

- AMCL's performance was impacted by the COVID-19 pandemic, mainly due to the closure of manufacturing plants, vehicle showrooms, duty free businesses at the airport, restrictions on the sale of alcohol and the decline in vehicle sales. However, despite these limitations, the Group was still able to record a positive operating profit.
- The acquisition of Bank of Baroda (Trinidad and Tobago) Limited was completed, which will enhance new opportunities in the commercial banking sector for the Group. The Group also expanded its chemical business in Jamaica.
- AMCL continues to:
 - Maintain a high level of liquidity to manage the Covid-19 crisis and future initiatives.
 - Focus on growth opportunities both organic and inorganic to strengthen its portfolio, with acquisitions designed to augment size and reach.

Diluted Earnings Per Share (EPS):

AMCL reported a diluted EPS of \$1.31 for Q420, bringing the total diluted EPS for YE20 to \$2.46, down 34.22 per cent or \$1.28 per share on the corresponding period's diluted EPS of \$3.74 in YE19.

Dividend:

The Board of Directors declared a final dividend of \$1.50 per share, to be paid on 4th June 2021 to shareholders on record as at 20th May 2021. This brings the total dividend for the fiscal year 2020 to \$1.65 per share, up 450.00 per cent or \$1.35 on 2019's fiscal year total dividend of \$0.30. Between FY 2013 and FY 2020 the Group has shown an average dividend payout ratio of 38.16 per cent.

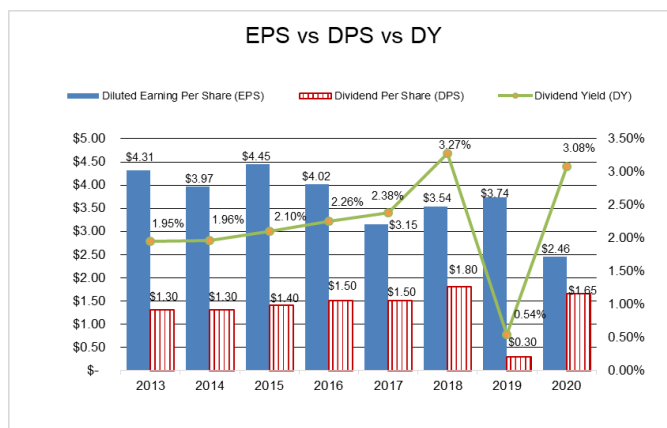
Industry:

At the current price of \$53.01, the P/E ratio is 21.55 times which is above the conglomerate sector weighted average P/E ratio of 16.46 times. AMCL dividend yield as at March 25, 2021 is 3.11 per cent, which is also above the conglomerate sector weighted average dividend yield of 2.99 per cent.

Dividend	Interim	Final	Total	Dividend Yield
2020	0.15	1.50	1.65	3.08%
2019	0.30	0.00	0.30	0.54%
2018	0.30	1.50	1.80	3.27%
2017	0.30	1.20	1.50	2.38%
2016	0.30	1.20	1.50	2.26%
2015	0.30	1.10	1.40	2.10%
2014	0.30	1.00	1.30	1.96%
2013	0.30	1.00	1.30	1.95%

Financial Year End	December 31
Sector	Conglomerates
Symbol on TTSE	AMCL
Issued Share Capital	176.20MM
Market Capitalization	\$9.43B
Current Price (March 25, 2021)	\$53.01
52 Week Price Range	\$45.00 - \$55.32
Diluted Earnings Per Share (EPS)	\$2.46
Price to Earnings Multiple	21.55x
Current Book Value/Share	\$45.20
Price to Book	1.17x
Return on Equity	5.74%
Return on Assets	3.20%

Diluted EPS	Q1	Q2	Q3	Q4	Total
2020	0.25	0.23	0.67	1.31	\$ 2.46
2019	0.79	0.64	0.67	1.64	\$ 3.74
2018	0.80	0.81	0.64	1.29	\$ 3.54
2017	0.78	0.72	0.52	1.13	\$ 3.15
2016	0.80	0.98	0.85	1.39	\$ 4.02
2015	0.80	0.95	0.93	1.77	\$ 4.45
2014	0.68	0.91	0.85	1.53	\$ 3.97
2013	0.82	0.73	1.04	1.72	\$ 4.31



Income Statement for the period ending December 31, 2020

	YE 2020 \$'000	YE 2019 \$'000	\$ Change YE20 - YE19 \$'000	% Change YE20 - YE19	Change	YE 2018 \$'000
Revenue	5,919,179	6,593,435	(674,256)	-10.23%	↓	6,385,229
Operating Profit	751,731	1,066,168	(314,437)	-29.49%	↓	1,056,268
Finance Costs	(41,609)	(43,876)	(2,267)	-5.17%	↓	(65,638)
Share of Results of Associates and Joint Venture Interests	13,195	13,509	(314)	-2.32%	↓	26,768
Profit Before Tax	723,317	1,035,801	(312,484)	-30.17%	↓	1,017,398
Taxation	(219,499)	(259,458)	(39,959)	-15.40%	↓	(295,274)
Profit for the Period	503,818	776,343	(272,525)	-35.10%	↓	722,124
Profits Attributable to:						
Equity Holders of the Parent	423,246	644,846	(221,600)	-34.36%	↓	609,391
Non-Controlling Interests	80,572	131,497	(50,925)	-38.73%	↓	112,733
	503,818	776,343	(272,525)	-35.10%	↓	722,124
EPS - Basic	\$2.46	\$3.74	(\$1.28)	-34.22%	↓	\$3.54
EPS - Diluted	\$2.46	\$3.74	(\$1.28)	-34.22%	↓	\$3.54

Balance Sheet as at December 31, 2020

	YE 2020 \$'000	YE 2019 \$'000	\$ Change YE20 - YE19 \$'000	% Change YE20 - YE19	Change	YE 2018 \$'000
Total Assets	15,704,593	15,767,771	(63,178)	-0.40%	↓	15,285,633
Total Liabilities	6,737,842	7,190,360	(452,518)	-6.29%	↓	8,129,046
Total Equity	8,966,751	8,577,411	389,340	4.54%	↑	7,156,587
	15,704,593	15,767,771	(63,178)			15,285,633

Financials:

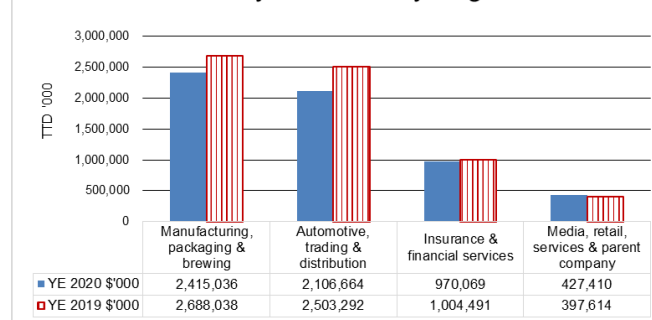
- Revenue closed at \$5.92B, down 10.23 per cent or \$674.26MM from YE19's total of \$6.59B.
- Profit Before Tax for YE20 stood at \$723.32MM, down 30.17 per cent or \$312.48MM from \$1.04B in YE19.
- The taxation rate rose from 25% in YE19 to 30% in YE20. This was primarily due to profit shifts in the various product segments and the implementation of new corporate tax rate for businesses by the Government of Trinidad and Tobago.
- Profit attributable to equity holders totaled \$423.25MM in YE20 down 34.36 per cent or \$221.60MM from \$644.85MM in YE19.
- Total Assets decreased slightly by 0.40 per cent or \$63.18MM to \$15.70B in YE20.
- Total Liabilities amounted to \$6.74B in YE20 and Total Equity increased by 4.54 per cent or \$389.34MM to close at \$8.97B.

Segments:

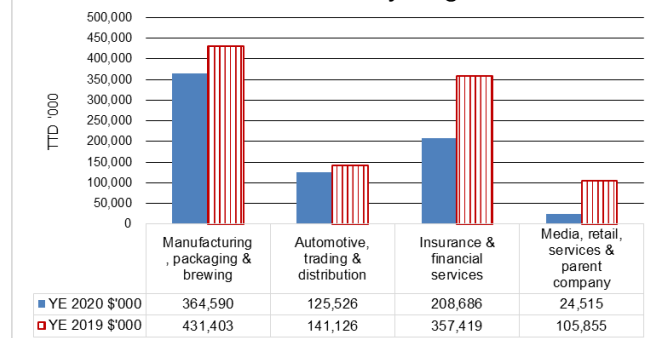
The Manufacturing, Packaging and Brewing segment represents 40.80 per cent of the Group's Third Party Revenue, followed by The Automotive, Trading and Distribution segment with 35.59 per cent. In third place was the Insurance & Financial Services segment holding 16.39 per cent.

The major contributor of the Group's Profit before Taxation (PBT) was the Manufacturing, Packaging and Brewing segment representing 50.41 per cent. In second place was the Insurance & Financial Services segment holding 28.85 per cent, followed by the Automotive, Trading and Distribution segment with 17.35 per cent.

Third Party Revenue by Segment



Profit before Tax by Segment



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