

# APPENDIX I

# **CARONI (1975) LIMITED**



***Annual Administrative Report for the Year 2019***

***Section 66D of the Constitution***



***Annual Administrative Report for the Year 2019***  
***Section 66D of the Constitution***

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# **CARONI (1975) LIMITED**

## **CORPORATE INFORMATION**

**Board of Directors**

Jerry Hospedales, *Chairman*  
Sharon Mohammed

**Registered Office**

Light Pole 11  
Brechin Castle  
Couva, Trinidad

**Bankers**

Republic Bank Limited  
Southern Main Road  
Couva

**Auditors**

Maharaj Mohammed & Co  
Chartered Accountants  
34 St Vincent Street  
San Fernando

**Attorneys**

Ashmead Ali & Co  
P.O. Box 1324  
36 Edward Street  
Port of Spain

# **CARONI (1975) LIMITED**

## **Annual Administrative Report for the Year 2019**

### **Section 66D of the Constitution**

#### **1. BACKGROUND**

- 1.2 Caroni (1975) Limited (Caroni) was incorporated in the Republic of Trinidad and Tobago and is a wholly owned State Enterprise. Caroni continued to operate under the provisions of the Companies Act 1995 with its registered office located at Light Pole 11, Brechin Castle, Couva. In 1976, Caroni (1975) Limited purchased the entire Issued Share Capital of Caroni Limited and by the Caroni (1975) Limited Vesting Act 1978, all property, rights, liabilities, obligations and other things of every kind were transferred from Caroni Limited to the Company on 15<sup>th</sup> November 1978, from which date the company's trading commenced.

Caroni was engaged at that time in the cultivation of sugarcane and the production of sugar, rum and molasses. On a smaller scale the company was also engaged in the rearing of beef cattle, aquaculture, cultivation of rice, citrus and a range of food and tree crops.

- 1.3 In July 2002 the Government of the Republic of Trinidad and Tobago (GORTT) took a decision to restructure the sugar industry. The following were the key components:
- i) Caroni would no longer be involved in the sugar cultivation and sugar production;
  - ii) The implementation of a manpower separation plan involving an enhanced Voluntary Separation of Employment Package (VSEP) in respect of 9,020 daily-paid and monthly-paid employees;
  - iii) Caroni would remain as a non-trading company with a mandate to manage its current and long-term debts. The GORTT has guaranteed the payments of all of Caroni's debts;
  - iv) The Sugar Manufacturing Company Limited (SMCL) and the Rum Distillers Company of Trinidad and Tobago (RDTT) – two (2) wholly owned State Enterprises, were established to engage in the sugar production and refining and in the rum production respectively;

- v) The sugarcane requirements for SMCL would be provided by farmers;
- vi) All lands owned by Caroni would be vested in the State with the enacting of a Vesting Act.

On June 1 2006, the Caroni (1975) Limited and Orange Grove National Company Limited (Divestment) Act 2005 became effective. This Act provided for the operational undertakings of Caroni (1975) Limited in another company and the vesting of its real estate undertakings of Caroni (1975) Limited and Orange Grove National Company Limited in the Republic of Trinidad and Tobago which provided for the development and management of certain real estate undertakings.

### **MISSION**

The Mission of Caroni (1975) Limited (Caroni) is to organize and deploy the human, financial and physical resources under its ownership and control in a manner which will fulfill the mandate of the GORTT.

## **2. ORGANISATIONAL STRUCTURE**

- 2.1 Caroni is a non-operational company falling under the remit of Corporation Sole, the Minister of Finance.
- 2.2 The Board of Directors is appointed by the GORTT and is headed by a team consisting of a Chairman and Members reporting to the Ministry of Finance. The Chief Executive Officer manages the organization and reports to the Board of Directors which is supported by a management team and staff.

### **Members of the Board of Directors were:**

<b>Name/Standing</b>	<b>Address</b>	<b>Period</b>
Mr Jerry Hospedales - Chairman	Level 16, Ministry of Finance Eric Williams Finance Bldg. Port of Spain	January - December
Ms Sharon Mohammed - Member	Level 15, Ministry of Finance Eric Williams Finance Bldg. Port of Spain	January - December

The corporate structure detailing the departments, divisions or units for services provided and levels of authority are shown in **Appendix V**.

As at **June 30 2019** the staffing level at Caroni was reduced from 54 to **36** inclusive of 2 at Sugar Heritage Village Museum.

### 3. **DELIVERY OF VSEP COMMITMENTS**

3.1 Since August 2003, Caroni and the representative trade union for the daily-paid employees, the All Trinidad General Workers' Trade Union, have been collaborating to ensure the discharge of the commitments to the former daily-paid employees under the July 2003 Industrial Court Order. Moreover, Caroni has been discharging its obligation to the former monthly-paid employees under the terms and conditions of the VSEP relating to monthly-paid employees. By December 2008, the delivery of the commitments was at an advanced stage of completion. The major commitments involved were:

- payment of (VSEP) monetary benefits;
- managing employees through various training programmes;
- securing stable and reliable pensions;
- facilitating the infrastructural development of associated residential service lots and 2-acre sized agricultural plots, as well as the delivery of those lots and plots;
- auctioning the rolling stock to the former daily-paid employees;
- settlement of industrial agreement; and
- sale of bungalows in accordance with VSEP offer.

### 3.2 **ACCOMPLISHMENTS OF MANDATE**

- Payment of an **enhanced VSEP Package** to **7,866** daily-paid employees and **1,154** monthly-paid employees in the total sum of **\$742Mn**.
- Completion of **training** exercise for ex-VSEP employees in the sum of **\$17.0Mn** for **2,520** individual employees who opted for re-training. The training programmes offered various choices in technical, vocational and agricultural courses over the period 2003-2007 through the delivery of 4,485 courses.
- **Pension payment of \$133.6Mn** for both Daily Paid employees and Staff, Arrears on Staff Pension Contribution to Guardian Life and settlement of pension liability for Daily Paid members to CLICO.
- The rationalization of a new pension arrangement to place the former daily-paid Caroni employees on a secured and sustainable basis at the time of wind-up. Annuities were purchased at a cost of \$227.5Mn in bonds and a reserve amount of \$141.7Mn established for 2,658 possible pensioners secured under a Contingency Reserve Fund.
- Settlement of **Back-pay 2002-2004** in the sum of **\$99.2Mn** to ex-employees who were members of the various bargaining bodies of ATS&GWTU, SBA, EPA, NBU, ATASS and SISA including Holiday-with-pay and Unused Sick Leave.

### 3.3 STATUS OF OUTSTANDING COMMITMENTS

#### 3.3.1 Residential Service Lots

- The development of **30 Residential Estates** in collaboration with the EMBD to distribute service lots to **8,855** ex-VSEP employees. As at **June 30 2019**, **17 completed estates were delivered to Caroni of which 4,873 beneficiaries were allocated as follows:**

Leases collected (2010 – 2019) .....	4,226
Outstanding for collection .....	29
Leases under registration .....	22
Leases for execution .....	<u>596</u>
	4,873

- The **13 incompletd sites** of which **3,982** service lots were allocated are now in **litigation** with the EMBD and therefore Caroni is at a standstill in the delivery process.

#### 3.3.2 Agricultural Plots

- The development of **17 Agricultural Estates with 2-acre plots for allocation to 7,246** beneficiaries of which 127 surrendered their plots and were compensated by the GORTT. As at **June 30 2019**, it was ascertained that **6,034** leases had been registered with the Office of the Registrar General by the EMBD and COSL.

The status as at **June 30 2019** were as follows:

Leases collected .....	4,875
Leases outstanding for collection .....	1,159
Leases outstanding for completion .....	<u>1,085</u>
	7,119
Surrendered .....	<u>127</u>
	7,246

- Caroni is continuing its efforts to locate the **1,085** missing beneficiaries before it can close off on the commitment; also to be noted that **127** beneficiaries surrendered their plots and were compensated by the GORTT.



### **3.3.3 Reconciliation of National Insurance Benefits**

Caroni has a legal obligation to ensure that accurate National Insurance contributions and employment history records are submitted to the National Insurance Board (NIB) before liquidation of the company. To this end, finalization of reconciliation of all NIS records of former employees with the NIB is currently being prepared to facilitate the removal of responsibility from Caroni to NIB.

### **3.3.4 Disposal Rolling Stock**

Caroni had initiated a series of auctions for its rolling stock to former daily-paid employees in accordance with the July 2003 Industrial Court Order. At the time of closure in August 2003, Caroni had 1551 pieces of rolling stock of which Caroni/SMCL sold 1458 pieces of equipment by auctions, direct sales, offsetting arrangements with cane farmers and units written off. Of the remaining 93 pieces of equipment 66 units were transferred to Government Agencies and State Enterprises.

Caroni is in the process of transferring legal title to the lawful owners but there has been some obstacles, since during the auction the former employees purchased vehicles on behalf of interested persons. This has delayed the completion of this mandate and Caroni met on several occasions with the Transport Commissioner to resolve this issue, the matter is ongoing.

### **3.3.5 Sale of Bungalows**

This matter has been the subject of a Trade Dispute No. 2 of 2006: Caroni (1975) Limited v the Association of Technical Administrative and Supervisory Staff (ATASS) which involved a claim by the union that the purchase price for the bungalows and apartments occupied by 142 beneficiaries was inconsistent with the understandings of the union at the time of the VSEP.

This matter is currently the State's responsibility but Caroni is still assisting with the matter, which is before the Court.

#### **4.0 FINANCIAL OBLIGATIONS**

Caroni had received financing to settle outstanding debts prior to the closure of the company and also for the payment to former employees under the VSEP package. As at August 31 2018 all loans with interest were fully repaid.

The financial status of Caroni is as follows:

- Caroni has up-to-date audited financial statements for the current year ended June 30 2019.
- The company's operations are funded by GORTT subvention based on submission of yearly fiscal draft estimates of expenditure to the Ministry of Finance. Subventions are received on a quarterly basis as per draft annual estimates of expenditure for the year 2019 - is shown in **Appendix 1**.
- The actual operating expenditure for the year 2019 of the Company is monitored on a monthly basis and shown in **Appendix 11**.
- The audited Financial Statements for the year ending June 30 2019 were approved by the Board of Directors on September 20 2019, (**Appendix I11**).
- The signed audited Financial Statements were presented at the company's Annual General Meeting held on October 18 2019 and copied to the Ministry of Finance immediately thereafter, (**Appendix 1V**).

#### **5.0 MANAGEMENT OPERATIONS**

The Company is currently engaged in the following:

- managing the land distribution to beneficiaries of agricultural plots and residential service lots;
- issuing leases to the beneficiaries of residential service lots;
- assisting the Commissioner of State Lands (COSL) and the Estate Management Business & Development Company Limited (EMBD) with the issuance of leases for agricultural plots;
- attending to issues raised by former employees, Trade Unions, legal representatives and other beneficiaries with regards to outstanding obligations under the Voluntary Separation of Employment Programme (VSEP) and other matters related to past employment;

- accounting for refund to VSEP employees who had made payments for residential lots;
- maintaining and safeguarding the residual properties and assets under the control of Caroni;
- safeguarding artifacts earmarked for the Sugar Museum and Sugar Heritage Project;
- audit exercise of Caroni (1975) Limited for year ending **June 30 2020**;
- submission of quarterly financial statements of the Company to the Securities and Exchange Commission of T & T.
- attending to all outstanding legal matters in the Industrial Court and the High Court;
- managing the disposal of residual rolling stock;
- disposing of bungalows in accordance with VSEP offer;
- developing and managing the data base of Caroni;
- assisting the COSL with financial information of the former Caroni tenants, SSU beneficiaries and other occupants of former Caroni lands;
- providing information to State Agencies and Ministries on former Caroni's land assets;
- providing data to the National Insurance Board on former employees for N.I.S. benefit purposes;
- servicing request from former employees for certification of employment data for welfare, legal and other purposes;
- servicing and maintaining the electrical and water facilities in the various residential compounds;

## **6.0 MATTERS FOR COMPLETION**

The following matters are still to be completed as at June 2019:

### **a. VSEP Commitments**

- Finalization of the sale of bungalows
- Satisfaction of the July 2003 Industrial Consent Order with ATGW TU;
- Completion of the reconciliation of Caroni's NIS data with the NIB with respect to former employees;
- Transfer of the entire responsibility for leasing arrangements of former Caroni lands to the COSL;
- Managing the residual Rolling Stock.

### **b. Operational**

- A decision on the future of Sugar Heritage Village and Museum (SHVM) with respect to the BC Factory, buildings and associated lands at Sevilla;
- Transfer of utilities (electricity and water) to T&TEC and WASA;
- The payment of \$207,987 outstanding to cane farmers from the 2007 transitional amount and wages and salaries unclaimed by former workers;
- Resolution of all outstanding litigation matters;
- Completion of audited financial statements for year ended June 30 2020
- Disposal of remaining assets;
- Payment of severance to remaining employees;
- Voluntary liquidation of Caroni (1975) Limited by an accounting firm;

## 7.0 REPORTING FUNCTIONS

Departmental Team Leaders submit monthly status reports to the Chief Executive Officer for the preparation of the company's monthly report to the Board of Directors and subsequently the Ministry of Finance.

## 8.0 PROCUREMENT PROCEDURES

8.1 The Company shall purchase equipment, materials and services by inviting tenders in such cases as may be considered appropriate. The award of contracts shall be based on such considerations as price, quality, availability, time, back-up service, dependability and any other factors appropriate to a specific contract.

8.2 A copy of the VAT Registration Certificate is to be attached to **ALL** tenders where necessary.

8.3 The Company recognizes two (2) forms of tendering, viz:

(a) **Open Tendering** - Open Tendering is a process where invitations are issued through advertisements or other forms of public notice. Open tendering shall be used in the following instances:

- (i) When the Company's list of approved Contractors does not cater or adequately cater for particular types of Works and/or Services, and
- (ii) Where it is competitively more advantageous.

(b) **Selective Tendering** - Selective Tendering is a process where Tenders are invited from the Company's list of approved contractors and/or where justified, Contractors specifically approved by the Board of Directors or by the Company after consultation with the Chairman.

8.4 **Sole Tender/Emergencies** - In cases of emergency where the safety of people, property, plant and equipment is in jeopardy or where the continuity of operations demand that contract(s) be awarded with urgency, the Chief Executive Officer, may award a contract(s) for the goods, services or works to be undertaken as necessary to avert the danger or to bring the situation under control and minimize the loss or liability.

In such circumstances, the following process will be observed:

Within seventy-two (72) hours from the award of the contract, the Chairman of the Board of Directors **must** be advised by the Chief Executive Officer of the action taken and a Report of the action taken submitted to the Board of Directors. Such report must include:

- (i) A statement of the emergency circumstance that prevailed and the potential loss or liability.
- (ii) An estimate of the scope and cost of the works and/or services.
- (iii) The actual cost, and
- (iii) The reasons why the particular Contractor was chosen.

Caroni will now be guided by the rules and regulations of the Office of the Procurement Regulator

**CARONI (1975) LIMITED**

Section 66D of the Constitution

**APPENDICES**

**APPENDIX 1**

**REVISED ESTIMATES OF EXPENDITURE FOR 2019**



CARONI (1975) LIMITED

ESTIMATES OF EXPENDITURE

FOR FISCAL YEAR 2018 - 2019

	FORECAST OCT \$'000	FORECAST NOV \$'000	1ST QTR FORECAST DEC \$'000	FORECAST JAN \$'000	FORECAST FEB \$'000	2ND QTR FORECAST MAR \$'000	FORECAST APR \$'000	FORECAST MAY \$'000	3RD QTR FORECAST JUN \$'000	FORECAST JUL \$'000	FORECAST AUG \$'000	4TH QTR FORECAST SEPT \$'000	FORECAST TOTAL \$'000
<b>PAYMENTS</b>													
GROSS WAGES & SALARIES	420	420	420	420	400	400	400	400	400	400	400	400	4,880
EMPLOYER'S CONTRIBUTION - NIS	30	30	30	30	30	30	30	30	30	30	30	30	360
SEVERANCE				150		150		300					600
OFFICE EXPENSES	40	40	40	40	40	40	40	40	40	40	40	40	480
UTILITIES - TTFC, TSTT	200	110	200	110	200	110	200	110	200	200	200	200	2,040
INSURANCE	-	300	-	-	-	-	-	-	-	-	-	-	300
SECURITY	60	60	60	60	60	60	60	60	60	60	60	60	720
CONSULTANCY SERVICES	-	-	100	-	-	100	-	-	100	-	-	100	400
AUDIT FEES	-	-	150	-	-	-	-	-	-	-	-	-	150
LEGAL FEES	-	500	-	500	-	500	-	500	-	500	-	500	3,000
COURT SETTLEMENT	-	-	100	-	-	200	-	-	100	-	-	100	500
GENERAL MAINTENANCE VSEP RESIDENTIAL & AGRICULTURAL DISTRIBUTION CEREMONIES	40	40	40	40	40	40	40	40	40	40	40	40	480
RENTAL OF VEHICLES	25	25	25	25	25	25	25	25	25	25	25	25	300
AGENT / BANK FEES	10	10	10	10	10	10	10	10	10	10	10	10	120
<b>TOTAL OPERATING COST</b>	<b>825</b>	<b>1,585</b>	<b>1,175</b>	<b>1,385</b>	<b>805</b>	<b>1,665</b>	<b>805</b>	<b>1,515</b>	<b>1,055</b>	<b>1,305</b>	<b>805</b>	<b>1,505</b>	<b>14,430</b>
			<b>3,585</b>			<b>3,855</b>			<b>3,375</b>			<b>3,615</b>	<b>14,430</b>

**APPENDIX 11**

**ACTUAL CASH FLOW for 2019**

CAROLIN (1979) LIMITED  
 CASH FLOW EXPENDITURE  
 FOR FISCAL YEAR 2018 - 2019

	ACTUAL												TOTAL \$1000	
	OCT \$1000	NOV \$1000	DEC \$1000	JAN \$1000	FEB \$1000	MAR \$1000	APR \$1000	MAY \$1000	JUN \$1000	JUL \$1000	AUG \$1000	SEPT \$1000		
RECEIPTS														
MISC RECEIPTS	-	10	-	-	-	-	-	-	-	-	-	-	-	-
SALE OF FERRY ROLLING STOCK														
DONATION FROM														
REIMBURSEMENT OF FUNDS-RURAL DEV	23	3	1	9										47
REIMBURSEMENT OF FUNDS-SMCL		740	179	198	145	145								1,434
TOTAL AVAILABLE REVENUE	23	743	180	207	145	145								1,659
PAYMENTS														
GROSS WAGES & SALARIES	512	415	439	360	321	428	357	410	371	371	382	353	353	4,659
EMPLOYEE CONTRIBUTION NRS	33	40	60	-	23	45	28	22	21	27	21	26	26	346
PAID ON EX GRATIA PAYMENT			386											386
SEVERANCE	-	1,064												1,064
OFFICE EXPENSES	36	29	29	22		70	36	25	10	86	52	132	132	526
UTILITIES - UTILS TRUST	134	113	94	126	110	131	109	119	153	150	72	116	116	1,402
INSURANCE	-	-	60	39										99
SECURITY	-	85	43	44		44								216
WATCHMEN	14	18	19	14		41	36	41	41	41	36	41	41	383
CONSULTANCY SERVICES	-	7	13					8						30
AUDIT FEES	-													
LEGAL FEES		47	343		387	13	45	8		2	83			943
LEGAL FEES - YEAP REEDENTIAL LEASE														78
COURT SETTLEMENT	-	-	-	-	-	-	-	-	-	-	-	-	-	-
RESIDENTIAL SITES MAINTENANCE														
GENERAL MAINTENANCE - YEAP REEDENTIAL SITES	34	82	19	69	10	15	18	15	25	23	15	24	38	324
DISTRIBUTION CONTRACTS														
REPAIRS ON VEHICLES	34	16	36	36		72	36	36	36	36	34	34	34	426
PENALTIES		81	62											143
LAND AND BUILDING TAXES			20	13										33
AGRIY BANK FEES	19	10	10	18	10	10	10	10	17	9	12			127
TOTAL OPERATING COST	810	1,997	1,595	1,120	630	869	674	758	681	743	766	799	799	11,342
SUBT														
ADMIN & MAINTENANCE COST	171	182	136	71	66	8	7	8	13	13	9	10	10	694
SUGAR HERITAGE VILLAGE AND MUSEUM														
GROSS WAGES AND SALARIES	31	27	27	27	27	27	27	27	27	27	27	27	27	328
MAINTENANCE OF YARD AND BUILDING	9	11		1	6	5	6	6	3	6	6			59
RESIDENTIAL LOT RETURN (YEAP)	40	38	27	28	33	32	33	33	30	33	33	27	27	367
TOTAL COST	5	27	1,738	1,219	629	909	714	799	724	799	808	816	816	12,461
SUBSIDIARIES BEFORE GIR AND TAN	(1,003)	(1,501)	(1,478)	(1,072)	(487)	(321)	(707)	(799)	(722)	(616)	(797)	(850)	(850)	(10,875)
GOVT SUBVENTION - RECURRENT EXPENDITURE	-	-	3,585					7,220			3,615			14,430
TOTAL RECORDED INVESTMENT	-	-	(1,000)	(1,072)	(490)	1,000	1,800	203	(2,000)	(500)	(4,000)	(3,500)	(3,500)	(449)
NET SHERPA'S DEBIT	(1,003)	(1,501)	(1,400)	(1,072)	(490)	1,000	203	6431	(2,722)	(2,110)	2,618	(3,535)	(3,535)	(449)
BAL PER	1431	2,028	622	1,534	522	38	27	380	6,934	4,219	3,034	5,921	5,921	31,811
BAL C/R	2,028	527	1,534	522	38	217	510	6,941	4,719	3,003	5,921	2,586	2,586	2,586

**APPENDIX 111**

**AUDITED FINANCIAL STATEMENTS FOR y.e JUNE 30 2019**

**CARONI (1975) LIMITED**  
FINANCIAL STATEMENTS  
YEAR ENDED 30<sup>TH</sup> JUNE 2019



Chartered Accountants

CARONI (1975) LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2019

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**INDEPENDENT AUDITORS' REPORT  
TO THE SHAREHOLDERS OF  
CARONI (1975) LIMITED**

*Opinion*

We have audited the financial statements of Caroni (1975) Limited which comprises the statement of financial position as at 30th June 2019, statement of comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, and incorporating summary of significant accounting policies and other explanatory notes, as stated on pages 5 to 16.

In our opinion, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 30th June 2019 and its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards.

*Basis for Qualified Opinion*

Included under liabilities in the Statement of Financial Position is an amount of \$32,674,875, which relates to the Land Assignment and Distribution programme, on the closure of the sugar manufacturing operations of Caroni (1975) Limited, and represents deposits received from tenants for the purchase of land, prior to 2003. Also included are deposits received from individuals who were squatting on lands belonging to Caroni (1975) Limited under the Spontaneous Settlement programme. These monies were used for development works on the assigned land lots and would be removed on the issue of leases by the Commissioner of State Lands. We were unable to substantiate a material portion of these transactions or obtain satisfactory documentary evidence or explanations for these said deposits. The records have since been transferred to Commissioner of State Lands Department – Ministry of Agriculture, Land and Fisheries.

We draw your attention to the Statement of Financial Position where Unrelieved Losses reflect a balance of \$(187,487,796) at year end 30th June 2019. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. The assumption that the Company will continue as a going concern is based on its ability to continue to obtain financing from its primary shareholder, in the form of annual subventions per budgetary allocations of the Ministry of Finance, Trinidad & Tobago.

*Basis for Qualified Opinion (continued)*

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

*Auditors' Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



*Auditors' Responsibilities for the Audit of the Financial Statements (continued)*

- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Maharaj Mohammed & Co.*

Maharaj Mohammed & Co.  
Chartered Accountants  
Trinidad & Tobago

26<sup>th</sup> August 2019

CARONI (1975) LIMITED

STATEMENT OF FINANCIAL POSITION  
AS AT 30TH JUNE 2019

<u>ASSETS</u>	Notes	2019 \$	2018 \$
<b>Current assets</b>			
Cash and bank balances	3	16,720,924	13,120,008
Accounts receivable and prepayments	4	7,278,894	6,929,771
Amounts due from related parties	5	13,756	1,360,252
Taxation recoverable		<u>2,682,184</u>	<u>2,682,184</u>
Total current assets		<u>26,695,758</u>	<u>24,092,215</u>
<b>Non-current assets</b>			
Property, plant and equipment	7	563,493	589,217
Investments - available for sale	8	<u>187,700</u>	<u>187,700</u>
Total non-current assets		<u>751,193</u>	<u>776,917</u>
<b>Total Assets</b>		<u><b>27,446,951</b></u>	<u><b>24,869,132</b></u>
 <u>EQUITY AND LIABILITIES</u>			
<b>Shareholders' Equity</b>			
Stated capital	9	177,287,760	177,287,760
Investment reserve	8	137,500	137,500
Unrelieved losses		<u>(187,487,796)</u>	<u>(224,146,915)</u>
Total shareholders' deficiency		<u>(10,062,536)</u>	<u>(46,721,655)</u>
<b>Current liabilities</b>			
Accounts payable and accruals	10	36,280,553	37,265,783
Loan - current portion	12	-	33,117,058
Taxation payable		<u>1,146,810</u>	<u>1,147,276</u>
Total current liabilities		<u>37,427,363</u>	<u>71,530,117</u>
<b>Non-current liabilities</b>			
Deferred tax liability	14	<u>82,124</u>	<u>60,670</u>
Total non-current liabilities		<u>82,124</u>	<u>60,670</u>
<b>Total Liabilities</b>		<u><b>37,509,487</b></u>	<u><b>71,590,787</b></u>
<b>Total Liabilities and Shareholders' Equity</b>		<u><b>27,446,951</b></u>	<u><b>24,869,132</b></u>

The accompanying notes on pages 9 to 16 form an integral part of these financial statements.

*Ahmed Mohamed*:Director :Director

CARONI (1975) LIMITED

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30TH JUNE 2019

	Note	2019 \$	2018 \$
<b>Revenue</b>			
Government subventions		48,418,605	84,675,566
Dividends and interest		46,956	34,602
Rent and other		<u>111,661</u>	<u>41,182</u>
		<u>48,577,222</u>	<u>84,751,350</u>
<b>Expenditure</b>			
Administrative and other		11,517,851	11,526,220
Interest and bank charges		<u>377,818</u>	<u>3,836,604</u>
		<u>11,895,669</u>	<u>15,362,824</u>
<b>Income before taxation</b>		36,681,553	69,388,526
Taxation charge	<b>15</b>	<u>(22,434)</u>	<u>(11,991)</u>
<b>Net income for the year</b>		<u>36,659,119</u>	<u>69,376,535</u>

The accompanying notes on pages 9 to 16 form an integral part of these financial statements.

CARONI (1975) LIMITED

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30TH JUNE 2019

	Stated Capital \$	Investment Reserve \$	Retained Earnings \$	Total \$
Balance at 1 <sup>st</sup> July 2018	177,287,760	137,500	(224,146,915)	(46,721,655)
Surplus for the year	<u>-</u>	<u>-</u>	<u>36,659,119</u>	<u>36,659,119</u>
Balance at 30 <sup>th</sup> June 2019	<u>177,287,760</u>	<u>137,500</u>	<u>(187,487,796)</u>	<u>(10,062,536)</u>
Balance at 1 <sup>st</sup> July 2017	177,287,760	137,500	(293,523,450)	(116,098,190)
Surplus for the year	<u>-</u>	<u>-</u>	<u>69,376,535</u>	<u>69,376,535</u>
Balance at 30 <sup>th</sup> June 2018	<u>177,287,760</u>	<u>137,500</u>	<u>(224,146,915)</u>	<u>(46,721,655)</u>

The accompanying notes on pages 9 to 16 form an integral part of these financial statements.

CARONI (1975) LIMITED

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30TH JUNE 2019

	Note	2019 \$	2018 \$
<b>Operating Activities</b>			
Operating income before taxation		36,681,553	69,388,526
<b>Adjustments for:</b>			
Depreciation of property, plant and equipment		<u>74,331</u>	<u>77,743</u>
		36,755,884	69,466,269
<b>Movements in working capital</b>			
Increase in accounts receivable and prepayments		(349,123)	(350,745)
Increase in amounts due by related parties		1,346,496	1,272,233
Decrease in accounts payable and accruals		<u>(985,230)</u>	<u>(1,745,930)</u>
<b>Cash generated from operating activities</b>		36,768,027	68,641,827
Taxation paid		<u>(1,446)</u>	<u>(18,038)</u>
<b>Net cash generated from operating activities</b>		<u>36,766,581</u>	<u>68,623,789</u>
<b>Investing Activities</b>			
Purchase of property, plant and equipment		(48,607)	(61,030)
<b>Cash used in investing activities</b>		<u>(48,607)</u>	<u>(61,030)</u>
<b>Financing Activities</b>			
Net movement on loans		(33,117,058)	(66,236,380)
<b>Cash used in financing activities</b>		<u>(33,117,058)</u>	<u>(66,236,380)</u>
<b>Net increase in cash and cash equivalents</b>		<u>3,600,916</u>	<u>2,326,379</u>
<b>Cash and cash equivalents</b>			
- at the beginning of the year		13,120,008	10,793,629
- at the end of the year	3	<u>16,720,924</u>	<u>13,120,008</u>
		<u>3,600,916</u>	<u>2,326,379</u>

The accompanying notes on pages 9 to 16 form an integral part of these financial statements.

## CARONI (1975) LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2019

#### 1. Incorporation and principal activities

Caroni (1975) Limited was incorporated in the Republic of Trinidad and Tobago on 26th March 1975 and continued on 7th April 1998. Its registered office is situated at Light Pole 11, Brechin Castle Couva. The shareholders of the company are the Minister of Finance as Corporation Sole, with one share held by a nominee, on behalf of the Minister of Finance as Corporation Sole.

In July 2003, the company was re-structured with its sugar production and refining operations being transferred to the Sugar Manufacturing Company Limited (SMCL), its rum production being transferred to the Rum Distillers Company of Trinidad and Tobago (RDTT) and other activities to the Ministry of Agriculture, Lands and Fisheries and other state-owned organisations.

On 1st June 2006, the Caroni and Orange Grove National Company Limited (Divestment) Act 2005 became effective. This Act provided for the operational undertakings of Caroni (1975) Limited be transferred to another company and the vesting of the real estate holdings of Caroni (1975) Limited to the Government of Trinidad & Tobago (GOTT) for the sum of one (\$1.00) dollar.

Presently the company remains a non-trading entity managing its current and long-term debts and fulfilling all outstanding obligations to its former employees, which involves the issuance of sub-leases for the beneficiaries of residential service lots on behalf of the State, and providing assistance with the agricultural land distribution and regularization programmes to former employees, cane farmers and other special delivery projects including existing squatters. In this regard, the GOTT is injecting funds on an annual basis for the company to meet these obligations.

The company's main initiatives at present are:

- managing land distribution and leases to beneficiaries of residential service and agricultural plots
- assistance to Commissioner of State Lands (COSL) and Estate Management Development Company Limited (EMBD)
- In October 2011, the GOTT designated Caroni (1975) Limited as interim executive agency for the Sugar Heritage Village and Museum Project
- attendance to matters pertinent to former employees, trade unions and other parties as well as obligations related to the Voluntary Separation of Employment Program (VSEP) and other past employment
- technical support to relevant government ministries and committees
- safeguarding of assets of the company and related entities stated above

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

**2. Significant Accounting Policies**

**(a) Basis of preparation**

These financial statements are expressed in Trinidad and Tobago dollars and have been prepared under the historical cost convention in conformity with International Financial Reporting Standards.

**(b) Use of estimates**

The preparation of financial statements, in conformity with International Financial Reporting Standards, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**(c) Foreign currency**

Transactions in foreign currencies are translated into Trinidad and Tobago dollars at the exchange rates prevailing at the dates of the transactions. Current assets and liabilities denominated in foreign currencies are translated at the exchange rates prevailing at the balance sheet date. Profits and losses arising are dealt with in the statement of income.

**(d) Revenue**

Revenue is recognized on the receipt of government subventions throughout the financial year, on a cash receipts basis, per allocation from Ministry of Finance. Interest, rent and other income are recognized on the accrual basis.

**(e) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and bank balances and overdrafts that are readily convertible to known amounts of cash which are subject to insignificant risk of change in value.

**(f) Accounts receivable**

Accounts receivable are amounts due from customers for goods sold or services performed in the ordinary course of business. All collections from sales are expected in one year or less and are classified as current assets.

Accounts receivable are initially recognized at the transaction price. They are subsequently measured at cost less provision for impairment. A provision for impairment of accounts receivable is established when there is objective evidence that the company will not be able to recover all amounts due according to the original terms of the receivables.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

**(g) Property, plant and equipment**

Property, plant and equipment are stated at cost/valuation and are being depreciated on the reducing balance basis, at varying rates which are sufficient to write-off the cost/valuation of the assets over their estimated useful lives as follows:

Furniture and fixtures	10%
Machinery and equipment	10%
Motor vehicles	25%
Computer equipment	25%

**(h) Accounts payable**

Accounts payable are obligations on the basis of normal credit terms and do not bear interest.

**(i) Deferred taxation**

Deferred income tax is provided on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets are recognized for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable income will be available against which the deductible temporary differences, carry-forward of unused tax assets and unused tax losses can be utilized. Deferred tax assets and the liabilities measured at the tax rate that is expected to apply to the period when the asset is realized or the liability is settled, based on the enacted tax rate at the balance sheet date.

**(j) Taxation**

The company is subject to corporation tax based on the stipulated rate for the respective year of income, in addition to Green Fund Levy at the rate of 0.3% of gross revenue.

**(k) Investments – Available for sale**

Investments are initially recognized at cost, calculated to include transaction costs on acquisition of the new investment.

After initial recognition, the investments which are classified as 'Available for Sale' are measured at fair value, with unrealized gains or losses recorded in the Investment Reserve Account. Gains and losses arising from subsequent disposal or impairment of these investments are recognized in the statement of income.

For actively-traded investments, fair value is determined by reference to Stock Exchange quoted market prices at the balance sheet date, adjusted for transaction cost necessary to realize the investment. For investments where there is no quoted market price, the carrying value is deemed to approximate fair value.



CARONI (1975) LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

3. **Cash and bank balances**

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the statement of cash flows comprise the following statement of financial position amounts:

	2019	2018
	\$	\$
Cash on hand	10,000	5,000
Bank balances	<u>16,710,924</u>	<u>13,115,008</u>
	<u>16,720,924</u>	<u>13,120,008</u>

4. **Accounts receivable and prepayments**

	2019	2018
	\$	\$
Trade receivables	21,417	30,259
Prepayments	45,324	56,603
Value Added Tax and other	<u>7,212,153</u>	<u>6,842,909</u>
	<u>7,278,894</u>	<u>6,929,771</u>

5. **Amounts due from related parties**

	2019	2018
	\$	\$
a) Amounts due from related parties	<u>13,756</u>	<u>1,360,252</u>

The transactions conducted with related parties were carried out on commercial terms and conditions at market rates.

b) The company had related party transactions during the year as follows:

Sales to related parties	<u>          -</u>	<u>          -</u>
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6. **Comparatives**

Where applicable comparative balances have been re-stated to conform to changes in accounting standards and disclosure presentation in the current year.

CARONI (1975) LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

**7. Property, plant and equipment**

	<b>Furniture &amp; Fittings</b>	<b>Machinery &amp; Equipment</b>	<b>Computer Equipment</b>	<b>Total</b>
<b>YEAR ENDED 2019</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Cost				
Beginning of the year	127,846	671,831	374,139	1,173,816
Additions	-	13,423	35,184	48,607
End of the year	<u>127,846</u>	<u>685,254</u>	<u>409,323</u>	<u>1,222,423</u>
Accumulated Depreciation				
Beginning of the year	55,311	225,984	303,304	584,599
Charge for the year	7,253	44,970	22,108	74,331
Disposal/ Write back	-	-	-	-
End of the year	<u>62,564</u>	<u>270,954</u>	<u>325,412</u>	<u>658,930</u>
<b>Net Book Value 2019</b>	<b>65,282</b>	<b>414,300</b>	<b>83,911</b>	<b>563,493</b>
<b>YEAR ENDED 2018</b>				
Cost				
Beginning of the year	127,846	623,810	361,130	1,112,786
Additions	-	48,021	13,009	61,030
End of the year	<u>127,846</u>	<u>671,831</u>	<u>374,139</u>	<u>1,173,816</u>
Accumulated Depreciation				
Beginning of the year	47,253	178,422	281,181	506,856
Charge for the year	8,058	47,562	22,123	77,743
Disposal/ Write back	-	-	-	-
End of the year	<u>55,311</u>	<u>225,984</u>	<u>303,304</u>	<u>584,599</u>
<b>Net Book Value 2018</b>	<b>72,535</b>	<b>445,847</b>	<b>70,835</b>	<b>589,217</b>

CARONI (1975) LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

8. Investments - available for sale

	Book Value		Investment Reserve		Market Value	
	2019	2018	2019	2018	2019	2018
	\$	\$	\$	\$	\$	\$
Opening balance	50,200	50,200	137,500	137,500	187,700	187,700
Revaluation of shares	-	-	-	-	-	-
Closing balance	<u>50,200</u>	<u>50,200</u>	<u>137,500</u>	<u>137,500</u>	<u>187,700</u>	<u>187,700</u>

- (i) The value of 114,000 shares held in Trinidad Bagasse Products Limited has been written off to nil due to cessation of trading of the company.
- (ii) Shares held in Co-operative Citrus Growers Association have been maintained at book value in the absence of market value (fair value) information.
- (iii) Shares held in Southern Medical Clinic Limited have been revalued to market value to reflect fair value.

9. Stated capital	2019	2018
	\$	\$
Authorised		
300,000,000 ordinary shares		
Issued		
177,287,760 ordinary shares	<u>177,287,760</u>	<u>177,287,760</u>

10. Accounts payable and accruals	2019	2018
	\$	\$
Trade payables	1,026,658	1,035,058
Accruals	1,428,996	1,538,843
Deposits on land/residential properties	32,674,875	32,759,175
Interest payable and other	<u>1,150,024</u>	<u>1,932,707</u>
	<u>36,280,553</u>	<u>37,265,783</u>

11. Employees	2019	2018
The number of employees at year end	<u>36</u>	<u>54</u>

CARONI (1975) LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

12. Loans

	2019		2018	
	Current Portion \$	Medium Term Portion \$	Current Portion \$	Medium Term Portion \$
Loan B	-	-	16,450,392	-
Loan C	<u>-</u>	<u>-</u>	<u>16,666,666</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>33,117,058</u>	<u>-</u>

- Loan B represent a loan in the sum of TT\$489.3 million through the issue of guaranteed fixed rate bonds for the purposes of financing operating expenses. Repayment will take place via 30 semi-annual payments ending in 2018, with interest charged at 6.45% per annum. Further security is provided by a Guarantee under the hand of the Minister of Finance.
- Loan C represent a loan in the sum of TT\$719 million through the issue of two series of Guaranteed Fixed Rate Callable bonds for the purposes of financing its enhanced Voluntary Separation of Employment Package (VSEP) for employees of the company.

Series I - Repayment was completed via 14 semi-annual payments ended in July 2013, with interest charged at 5.90% per annum.

Series II - Repayment took place via 24 semi-annual payments and ended in July 2018, with interest charged at 6.25% per annum.

The Government of the Republic of Trinidad & Tobago has issued an unconditional irrevocable guarantee in respect of the above obligation.

13. Going concern

We draw your attention to the Statement of Financial Position where Unrelieved Losses reflect a balance of \$(187,487,796) at year end 30th June 2019. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. The assumption that the Company will continue as a going concern is based on its ability to continue to obtain financing from its primary shareholder, in the form of annual subventions per budgetary allocations of the Ministry of Finance, Trinidad & Tobago.

CARONI (1975) LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30TH JUNE 2019

14. Deferred taxation	2019	2018
	\$	\$
<i>Reconciliation between accounting income and taxation charge</i>		
Accounting income	36,681,553	69,388,526
Items disallowed/(allowable)	<u>(48,418,605)</u>	<u>(84,752,171)</u>
Allowable losses for the year	(11,737,052)	(15,363,645)
Allowable losses brought forward	<u>(6,132,225,812)</u>	<u>(6,116,862,167)</u>
Allowable losses carried forward	<u>(6,143,962,864)</u>	<u>(6,132,255,812)</u>
 (i) Deferred Tax Asset		
Taxable losses	6,143,962,864	6,132,225,812
Deferred tax asset @ 30% (2018:25%)	<u>1,843,188,859</u>	<u>1,533,056,453</u>
 Note: Due to the cessation of trading in the foreseeable future, the deferred tax asset has not been recorded in the accounts as it is deemed unrecoverable in the long term.		
 (ii) Deferred Tax Liability		
Net book value per accounting records	563,493	589,217
Tax written down value	<u>(289,747)</u>	<u>(346,538)</u>
Temporary differences	273,746	242,679
Deferred tax liability @ 30% (2018:25%)	<u>82,124</u>	<u>60,670</u>
<i>Deferred tax benefit / (charge) (Note 15)</i>	<u>(21,454)</u>	<u>(11,309)</u>
15. Taxation	2019	2018
	\$	\$
<i>Taxation charge for the year</i>		
Business levy - current year	(653)	(455)
Green Fund levy - current year	(327)	(227)
Deferred tax benefit / (charge) (Note 14)	<u>(21,454)</u>	<u>(11,309)</u>
	<u>(22,434)</u>	<u>(11,991)</u>

CARONI (1975) LIMITED

SCHEDULE TO THE STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30TH JUNE 2019

<b>Administrative and other</b>	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
Salaries and employee benefits	5,294,619	6,877,653
Ex-gratia payments	1,418,182	127,059
Advertising	-	45,090
Utilities	1,240,726	1,262,361
Rental - motor vehicle and equipment	476,154	467,225
Security	569,423	626,242
Legal and professional fees	818,368	102,877
Repairs and maintenance	221,017	424,122
Directors' remuneration	162,000	162,000
Entertainment	18,699	12,933
Insurance	110,196	126,923
Office expenses	77,770	117,269
Transport	41,339	76,276
Audit fees	113,000	104,000
Depreciation	74,331	77,743
Health and safety	6,825	8,621
Fees and fines	152,785	-
Land and building taxes	36,564	-
Residential lot development	233,325	427,894
Sugar Heritage Village and Museum - expenses	433,539	478,651
Expenses – prior year	<u>18,989</u>	<u>1,281</u>
	<u>11,517,851</u>	<u>11,526,220</u>

**APPENDIX 1V**

**NOTICE OF AGM FOR PRESENTATION OF THE AUDITED FINANCIAL  
STATEMENTS AND FORWARDING TO THE MINISTRY OF FINANCE**



A NEW VISION - A NEW DAY

# Caroni (1975) Limited

P.O.Box 437, Brechin Castle, Couva, Trinidad, West Indies.  
E-mail: [chmansec@gmail.com](mailto:chmansec@gmail.com)  
Tel: 1.868.636-2346;9912;4973;9264;9262 Fax: 1.868.636-2622;4035

## NOTICE OF ANNUAL MEETING OF SHAREHOLDERS 2019

To: The Minister of Finance (Corporation Sole)  
Permanent Secretary - Ministry of Finance  
Members of the Board of Directors  
Messrs Maharaj Mohammed & Company

NOTICE IS HEREBY GIVEN that an Annual Meeting of Shareholders of CARONI(1975) LIMITED will be held on Friday 18th October 2019 at 10:00 a.m. at Level 16, Ministry of Finance, Eric Williams Finance Building, Independence Square, Port of Spain, to transact the following business:

1. Confirmation of the Minutes of Annual Shareholders Meeting held on Friday 19 October 2018;
2. To receive the audited Financial Statements for Financial year ended June 30 2019 together with the respective report of the Auditors;
3. Appointment/re-appointment of Directors;
4. Appointment/re-appointment of Auditors;
5. Any Other Business which may properly be brought before the meeting.

Dated this 25<sup>th</sup> day of September 2019

By Order of the Board of Directors,

Lionel Wayne De Chi  
Corporate Secretary

Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed





A NEW VISION - A NEW DAY

# Caroni (1975) Limited

P.O.Box 437, Brechin Castle, Couva, Trinidad, West Indies.

E-mail: [chmansec@gmail.com](mailto:chmansec@gmail.com)

Tel: 1.868.636-2346;9912;4973;9264;9262 Fax: 1.868.636-2622;4035

## ANNUAL MEETING OF SHAREHOLDERS 2019

(Scheduled for Friday 18<sup>th</sup> October 2019)

### AGENDA

1. Call to Order - Chairman, Board of Directors
2. Minutes of Meeting held on Friday 19 October 2018
  - Corrections/omission/confirmation
  - Matters Arising
3. To receive the Auditor's Report and Financial Statements for financial year ended June 30 2019
4. To appoint/reappoint Directors to the Board
5. To appoint/reappoint an auditor of the Company and authorize the directors to fix their remuneration
6. To transact any other business of the Company properly brought before the meeting
7. Conclusion of Meeting

Lionel Wayne De Chi  
Corporate Secretary  
Wednesday 25th September 2019

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Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



# Caroni (1975) Limited

A NEW VISION - A NEW DAY

P.O.Box 437, Brechin Castle, Couva, Trinidad, West Indies.

E-mail: [chmansec@gmail.com](mailto:chmansec@gmail.com)

Tel: 1.868.636-2346;9912;4973;9264;9262 Fax: 1.868.636-2622;4035

September 25, 2019

The Honourable Colm Imbert  
Minister of Finance  
Ministry of Finance  
Level 8, Eric Williams Finance Building  
Eric Williams Plaza  
Independence Square  
Port of Spain

Dear Honourable Minister,

Re: Caroni (1975) Limited – Annual Meeting of Shareholders 2019

This is to advise that the Annual Shareholders' Meeting of Caroni (1975) Limited has been convened for Friday 18<sup>th</sup> October 2019 at 10.00 a.m. at the Ministry of Finance, Level 16, Eric Williams Finance Building, Independence Square, Port of Spain.

Attached is the Notice of the Meeting, Agenda and copy of the financial statements for year ending June 30 2019 for your attention.

Yours faithfully

Lionel Wayne De Chi  
Corporate Secretary

---

Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



# Caroni (1975) Limited

A NEW VISION - A NEW DAY

P.O.Box 437, Brechin Castle, Couva, Trinidad, West Indies.  
E-mail: [chmansec@gmail.com](mailto:chmansec@gmail.com)  
Tel: 1.868.636-2346;9912;4973;9264;9262 Fax: 1.868.636-2622;4035

September 25, 2019

Mr Jerry Hospedales  
Chairman – Caroni (1975) Limited  
c/o Ministry of Finance (Investments Division)  
Level 16, Eric Williams Finance Building  
Eric Williams Plaza  
Independence Square  
Port of Spain

Dear Sir,

Re: Caroni (1975) Limited – Annual Meeting of Shareholders 2019

This is to advise that the Annual Shareholders' Meeting of Caroni (1975) Limited has been convened for Friday 18<sup>th</sup> October 2019 at 10.00 a.m. at the Ministry of Finance, Level 16, Eric Williams Finance Building, Independence Square, Port of Spain.

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Yours faithfully

Lionel Wayne De Chi  
Corporate Secretary

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Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



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September 25, 2019

Ms Sharon Mohammed  
Director – Caroni (1975) Limited  
c/o Ministry of Finance (Investments Division)  
Level 15, Eric Williams Finance Building  
Eric Williams Plaza  
Independence Square  
Port of Spain

Dear Madam,

Re: Caroni (1975) Limited – Annual Meeting of Shareholders 2019

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Attached is the Notice of the Meeting and copy of the financial statements for year ending June 30 2019 for your attention.

Yours faithfully

Lionel Wayne De Chi  
Corporate Secretary

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Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



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September 25, 2019

Ms Michelle Durham-Kissoon  
Permanent Secretary in the Ministry of Finance  
Ministry of Finance (Investments Division)  
Level 15, Eric Williams Finance Building  
Eric Williams Plaza  
Independence Square  
Port of Spain

Dear Madam,

Re: Caroni (1975) Limited – Annual Meeting of Shareholders 2019

This is to advise that the Annual Shareholders' Meeting of Caroni (1975) Limited has been convened for Friday 18<sup>th</sup> October 2019 at 10.00 a.m. at the Ministry of Finance, Level 16, Eric Williams Finance Building, Independence Square, Port of Spain.

Attached is the Notice of the Meeting and copy of the financial statements for year ending June 30 2019 for your attention.

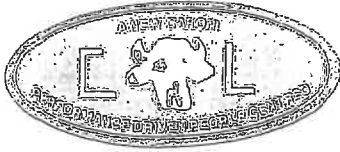
Yours faithfully

Lionel Wayne De Chi  
Corporate Secretary

---

Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



# Caroni (1975) Limited

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Tel: 1.868.636-2346;9912;4973;9264;9262 Fax: 1.868.636-2622;4035

ANEW VISION - ANEW DAY

September 25, 2019

Ms Kimberlene Pascali  
Business Analyst (Ag.)  
Ministry of Finance (Investments Division)  
Level 15, Eric Williams Finance Building  
Eric Williams Plaza  
Independence Square  
Port of Spain

Dear Madam,

Re: Caroni (1975) Limited – Annual Meeting of Shareholders 2019

This is to advise that the Annual Shareholders' Meeting of Caroni (1975) Limited has been convened for Friday 18<sup>th</sup> October 2019 at 10.00 a.m. at the Ministry of Finance, Level 16, Eric Williams Finance Building, Independence Square, Port of Spain.

Attached is the Notice of the Meeting and copy of the financial statements for year ending June 30 2019 for your attention.

Yours faithfully

Lionel Wayne De Chi  
Corporate Secretary

---

Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



A NEW VISION - A NEW DAY

# Caroni (1975) Limited

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September 25, 2019

Maharaj Mohammed & Co.  
Chartered Accountants  
34 St Vincent Street  
San Fernando

Attention: Mr Rudranand Maharaj/Mr Mohan Ramnath

Dear Sirs,

Re: Caroni (1975) Limited – Annual Meeting of Shareholders (2019)

This is to advise that the Annual Shareholders' Meeting of Caroni (1975) Limited has been convened for Friday 18<sup>th</sup> October 2019 at 10.00 a.m. at the Ministry of Finance, Level 16, Eric Williams Finance Building, Independence Square, Port of Spain.

Attached is the Notice of the Meeting.

Yours faithfully

Lionel Wayne De Chi  
Corporate Secretary

---

Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed



**CARONI (1975) LIMITED**

**AUTHORIZATION FOR PERSON TO ACT  
AS REPRESENTATIVE**

I, **Minister of Finance (Corporation Sole)**, being a member of **Caroni (1975) Limited** hereby appoint **Ms. Chintamani Sookoo** or failing her **Mr. Ryan Maharaj** both of the Ministry of Finance as my representative to attend and act on my behalf at an Annual Meeting of the shareholders of the said Company to be held on Friday October 18, 2019 and at any adjournment or adjournments thereof in the same manner, to the same extent and with the same powers as if the undersigned member were present at the said meeting or such adjournment or adjournments thereof.

Dated this 14<sup>th</sup> day of October, 2019

.....  
**Minister of Finance  
(Corporation Sole)**

.....  
**Witness/Secretary to the Minister**





**CARONI (1975) LIMITED**

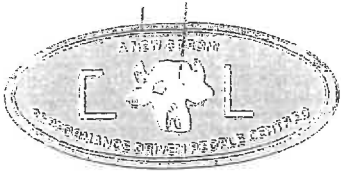
**AUTHORIZATION FOR PERSON TO ACT  
AS REPRESENTATIVE**

I, **Vishnu Dhanpaul**, being a member of **Caroni (1975) Limited** hereby appoint **Ms. Kimberlene Pascall** or failing her **Ms. Melba Braithwaite-Issa** both of the Ministry of Finance as my representative to attend and act on my behalf at an Annual Meeting of the shareholders of the said Company to be held on Friday October 18, 2019 and at any adjournment or adjournments thereof in the same manner, to the same extent and with the same powers as if the undersigned member were present at the said meeting or such adjournment or adjournments thereof.

Dated this 14<sup>th</sup> day of October, 2019

.....  
**Vishnu Dhanpaul**

.....  
**Witness**



# Caroni (1975) Limited

A NEW VISION - A NEW DAY

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Our Ref. CEO/166 /2019

October 18 2019

Ms. Michelle Durham-Kissoon  
Permanent Secretary in the Ministry of Finance  
(Investments Division)  
Ministry of Finance  
Level 15, Eric Williams Finance Building  
Eric Williams Plaza  
Independence Square  
Port of Spain

Attention: Ms Kimberlene Pascall

Re: Audited Financial Statements of  
Caroni (1975) Limited for the year ended 30<sup>th</sup> June 2019

Please find enclosed twenty hard copies of our audited Financial Statements for the year ended 30<sup>th</sup> June 2019 for your attention and necessary distribution to Parliament.

A copy of the financial statements is also being sent to you via email.

Kindly acknowledge receipt by signing and returning the attached copy of this letter.

Yours faithfully

Lionel Wayne De Chi  
Chief Financial Officer

Enc.

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Directors

Mr. Jerry Hospedales (Chairman), Ms. Sharon Mohammed

**APPENDIX V**

**ORGANIZATIONAL STRUCTURE**

Appendix V

Caroni (1975) Limited  
Organisational Structure: Year 2019

