

A COMPANY OF EXCELLENCE

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WHAT IS Habanos S.A.

Habanos SA is a joint venture between Cuba Tabacco and ITG.

Habanos was established in 1994 but the joint venture took place between Cuba Tabacco and Altadis initially in 2000 but later ITG acquired Altadis.

Habanos is the exclusive distributor of all Cuban cigar brands, designations of origin and more specifically of all Cuban Premium cigars. It markets its products through a network of International Exclusive Distribution or sale contracts, being present on 5 continents and in over 150 countries.

INTRODUCTION

commercializes exclusively unique Cuban tobacco brands.

is the world leader in the commercialization of Premium cigars.

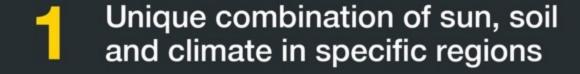
is present in five continents and more than 150 countries.

Over 90% of the overall group turnover comes from international activity.



D.O.P. HABANOS

FACTORS
THAT MAKE
IT THE BEST
IN THE
WORLD



Infinite attention to details.

Strict quality control.

The care and skill of everyone involved, key aspects in the development of a completely manual product.

5 100% Cuban Tobacco, from plantations in DOP Tobacco Regions



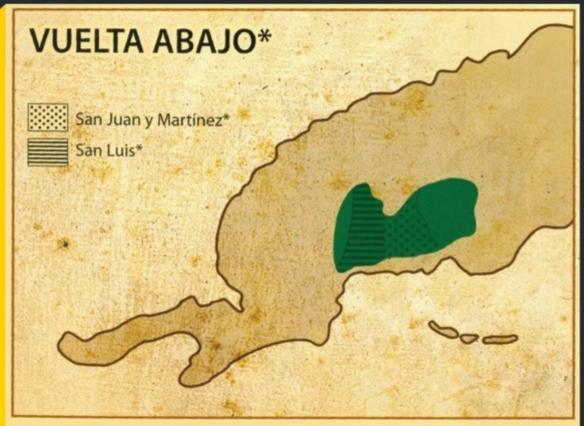
MAIN D.O.P. TOBACCO REGIONS



MAIN D.O.P. TOBACCO REGIONS



MAIN D.O.P. TOBACCO REGIONS



Las condiciones de suelo y clima de la parte occidental de Cuba, especialmente en la zona tabacalera de Vuelta Abajo, son únicas en el mundo.

* DENOMINACIONES DE ORIGEN RECONOCIDAS POR EL CONSEJO REGULADOR DE LA DENOMINACIÓN DE ORIGEN PROTEGIDA (D.O.P.) HABANOS Y OTRAS TABACALERAS CUBANAS

SAN LUIS

- Known for the cultivation of wrapper leaves.
- It has its own Denomination of Origin.
- The previously famous El Corojo Vega
 plantation was located here (now divided
 in many plantations). Cuchilas de Barbacoa
 is also located here (where Vegas Robaina is).
- It is one of the two tobacco growing districts from which leaves are selected for the Cohiba brand.

SAN JUAN Y MARTÍNEZ

- It has a particular reputation for the cultivation of filler and binder leaves.
- It has its own Denomination of Origin.
- It is located in the famous plantation known as Hoyo de Monterrey.
- It is the other tobacco growing district where the leaves are selected for the Cohiba brand.

CIGAR'S ANATOMY

FILLER (TRIPPA):
2-4 TYPES OF LEAVES THAT
CONTRIBUTE TO THE FLAVOR

Volado (light flavored, combustibility)
Seco (medium flavored, adds to the aroma)
Ligero (full flavored, adds to the strength)
Medio Tiempo (adds to the intensity)

Fortaleza 1

Fortaleza 2

Fortaleza 3

Fortaleza 4

2 CAPOTE OR BINDER

CAPA OR WRAPPER
TO DELIGHT THE EYE



Growing



GROWING THE Tobacco Negro Cubano TOBACCO



Seed planting

Preparing the soil to be loosest possible (ploughing fields)

Seedlings are grown to special seedbeds After 45 days seedlings are planted out and replanted the same day (13-15 cm) After 18-20 days the soil is banked up around the plant to focus on the roots

The top bud is removed to concentrate growth on larger leaves Then side shoots appear which have to be removed









The Vegueros may be responsible for more than 500,000 plants, of which each one must be visited 150 times during the 2 months of the growing season



TYPES OF LEAVES

SHADE GROWN TOBACCO LEAVES

Wrapper

SUN GROWN TOBACCO LEAVES:

- Filler
- Binder

Harvesting

Starts 40 days after the planting out of the seedlings

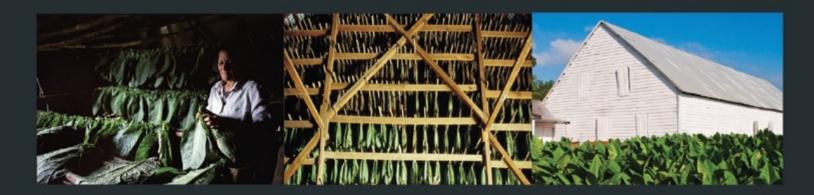
Lasts 30 days

- Vegueros pick 2 3 leaves per time from earth to top
- Every time has an interval of 3 days
- The arrange for the plant to have 18 leaves
- Shade grown (tapado) plants are taller with more leaves, so they require from vegueros more passings



Air Curing

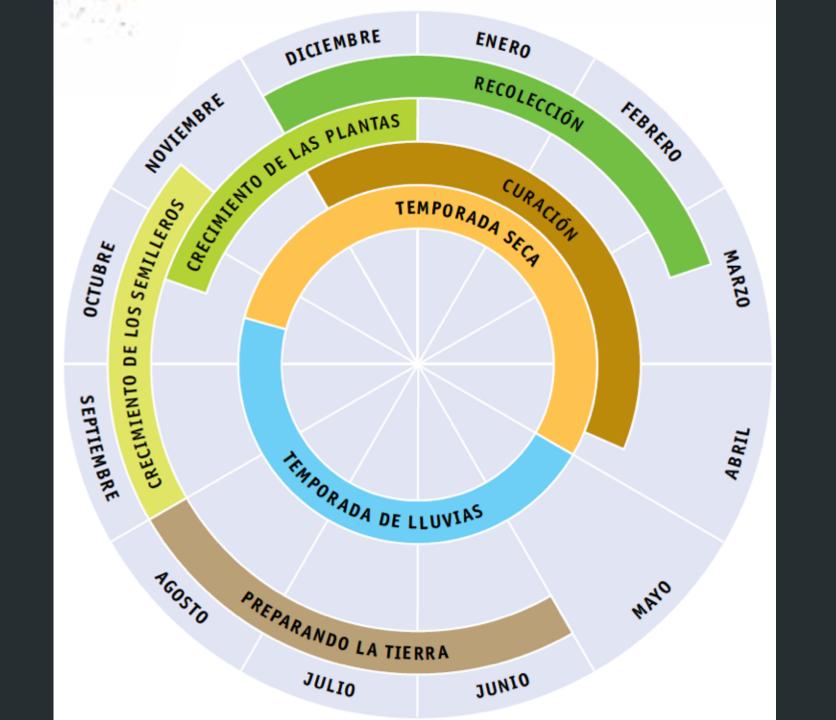
- Leaves are sewn together in 25 pairs of 2 leaves
- Hung to dry on poles











Improving





















TYPES OF LEAVES

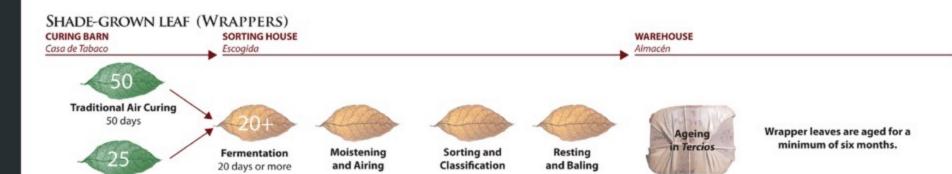
Controlled Air Curing 25 days

SHADE GROWN TOBACCO LEAVES

Wrapper

SUN GROWN TOBACCO LEAVES:

- Filler
- Binder





Preparing the wrappers.

(Aged by now, they need to be sorted, classified and stripped)



Removing wrappers from bales and separating them - zafado



Process of moistening (moja) to reach the condition required for stripping, sorting and finally wrapping.



Stripping – remove the entire central vein separating the leaf in half

Grading in 20 different finely distinguished sizes and shades



Storing of wrappers in batches

Preparing the binders and fillers.

Process of airing to add to the humidity or taken to the drying room to remove excess humidity



The blend is being selected by Tobacco Research Institute before the bails reach the factory. The Maestro Ligador (Master Blender) makes sure that the required criteria for each cigar are followed.



The Ligador directs which type of leaf will be put in the cigars in production and the blending department prepares for the production.



3 years (or more) down the road since the leaves were picked, they are about to become a Habano





HOW A Made in the second secon

Totally hand-made, long filler

(Presentation by the Torcedor)

Totally hand-made, short filler



Checking Quality

Checking

Weight

Length

Girth

Consistency

Construction

Appearance

Tightness of wrappers

The finish of the caps

The draw of the bunch (by suction)

Tasting

Catadores (Tasters) taste the cigars and score them for:

Draw

Burn

Aroma

Flavour

Strength

Overall Quality

Leaving cigars to rest

Escaparate (conditioning room – The Vault)

Minimum a week (the longer the better)

16 - 18 °C

65 – 70% relative humidity



Appearance

Sorting the colours

Main colour classifications:

Claro

Colorado claro

Colorado

Colorado Maduro

Maduro

Escogedor/es (Colour graders/Choosers) select cigars of the same shade to fill a box

More than 60 shades Dark to Light – Left to Right Reject cigars that do not look good



Appearance

Bands

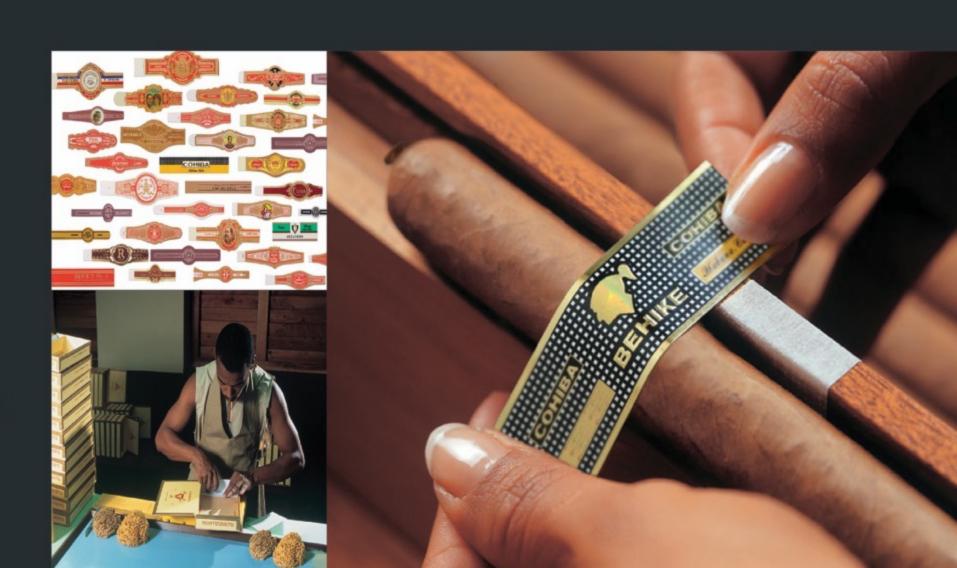
The Anilladora (Bander) applies the bands

Protect the white-gloved fingers of smokers from staining (Don Gustavo Bock – 1860's).

Differentiation between cigar brands Fakes and imitations more difficult.

Dressing the box

Cuba was 1st to introduce labelled boxes





Ring Gauge

HEAVY: 57 - Cohiba Robustos Supremos: 58 (Limited Edition 2014)

Cohiba: Behike 56 (Laguito)

Montecristo: Open Eagle, 54 (Geniales)

HDM: Epicure No.2, Robusto Ring Gauge 50

MEDIUM: 44 – 40

 Juan Lopez: Petit Coronas, 42 (Marevas)

RyJ: No.1, 40 (Cremas)

SLENDER: 39 – 26

 Cohiba: Lanceros, 38 (Laguito No.1)



Shape Vitolas FACTORY NAMES

Rollivar Tubos Nº2

MAREVAS

129 mm x ø 16,67 42

Bolivar	Bollvar Tubos N 2
	Petit Coronas
Cohiba	Siglo II
Diplomaticos	Diplomaticos N4
H.Upmann	Petit Coronas
Juan Lopez	Petit Coronas
Montecristo	Montecristo N4
	MontecristoPetitTubos
PorLarrañaga	Petit Coronas
Punch	Petit Coronas del Punch
	Royal selection N12
Rafael Gonzalez	Petit Coronas
Rey del Mundo	Petit Coronas
Romeo yJulieta	CedrosdeLuxeN°3
	Petit Coronas
Saint Luis Rey	Petit Coronas
Sancho Panza	Non Plus
Vegueros	Marevas

ROBUSTOS

124 mm x ø 19,84 50

Bolivar	Royal Coronas
Cohiba	Robustos
loyo de Monterrey	Epicure N°2
Juan Lopez	Seleccion N°2
Montecristo	Master (Linea Open)
Partagas	Série D N°4
Ramon Allones	Allones Specially selected
Romeo y Julieta	ShortChurchills



STRATEGY

STRATEGIC PILLARS



PRODUCT

- Unique High Quality DOP
- Brands
- Releases and Rationalization
- Packaging and designs



PRICE

- Trademark Positioning
- Increase Profitability
- Fight anti-parallel market



COMMUNICATION

- Brand Communication
- Dissemination of Culture
- Public Relations Events
- Online Communication



DISTRIBUTION

- Network participation/distributors
- Habanos Specialist/Point Projects
- Casas del Habano
- Cohiba Atmosphere



STRATIGIC PILLARS PRODUCT



STRATEGIC PILLARS PRODUCT

What makes the Habanos highly appreciated?



BRANDS

Premium Habanos Brands

SEGMENTATION

Global

Strategic Value

3 Strategic Volume

16 Other

GLOBAL BRANDS

- Cohiba
- Montecristo
- Partagás
- Romeo y Julieta
- Hoyo de Monterrey
- H. Upmann















STRATEGIC VALUE

Bolivar

Ramon Allones

Punch

Trinidad

STRATEGIC VOLUME

Solution Jose L. Piedra

Vegueros

Quintero

OTHER

Cuaba

Flor de Cano Rey Del Mundo SCH

SLR

La G. Cubana Rafael Gonzalez Sancho Panza

///// J. Lopez

Por Larrañaga Wegas Robaina

E.Dantes

Fonseca

Quai d'Orsay
Diplomaticos

La Escepción

TYPE OF PRODUCTS



GRAN RESERVA

All leaves min aging 5y

TRAVEL RETAIL

SPECIALPRODUCTS

RESERVA

All leaves aged in bales at least for 3v

EDICI**Ó**N LIMITADA

All leaves (since 2007) are aged for at least 2y

ANEJADOS

Aging 5y in the box

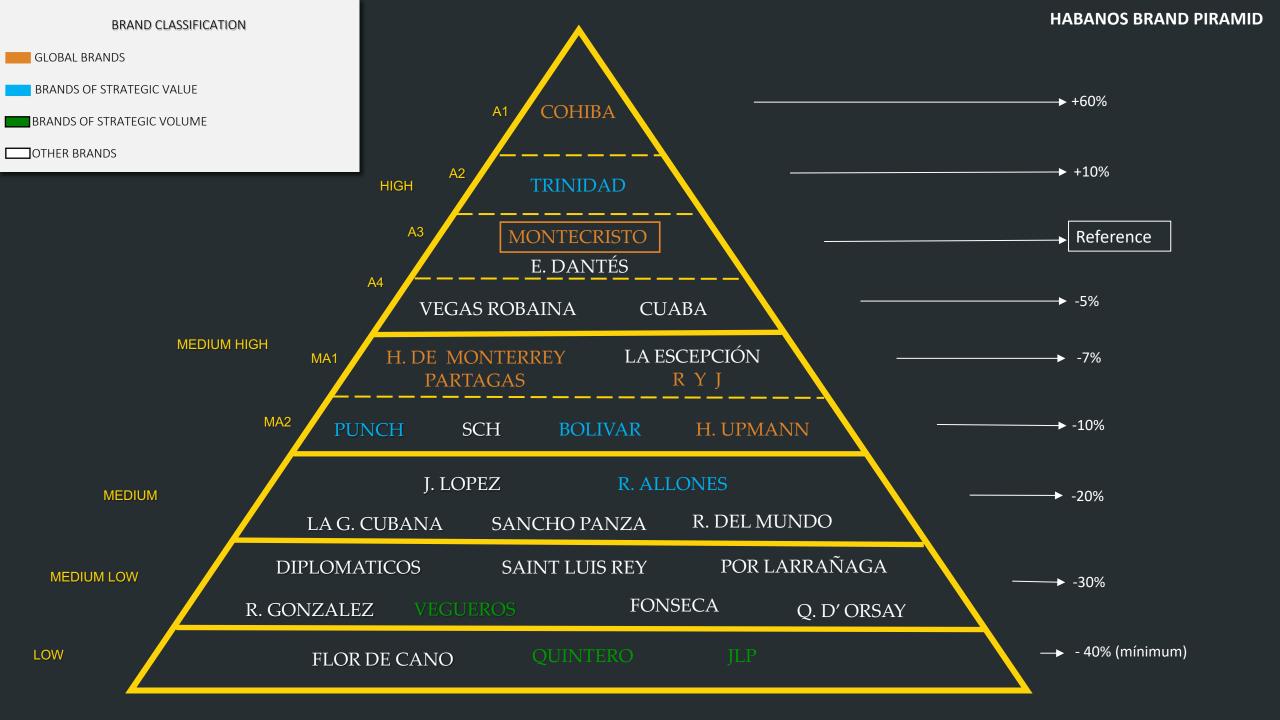
REGIONAL EDITIONS

SPECIAL PRODUCTION CASAS DEL HABANO



STRATIGIC PILLARS PRICE







STRATIGIC PILLARS COMMUNICATION

COMMUNICATION





STRATIGIC PILLARS DISTRIBUTION



STRATEGIC PILLARS

DISTRI-BUTION





BEFORE CHOOSING A CIGAR

According to time availability for enjoying

and to the flavours that the cigar will be accompanied with

What are our preference in flavour:

- Full Medium to Full Medium
- Light to Medium
 Light

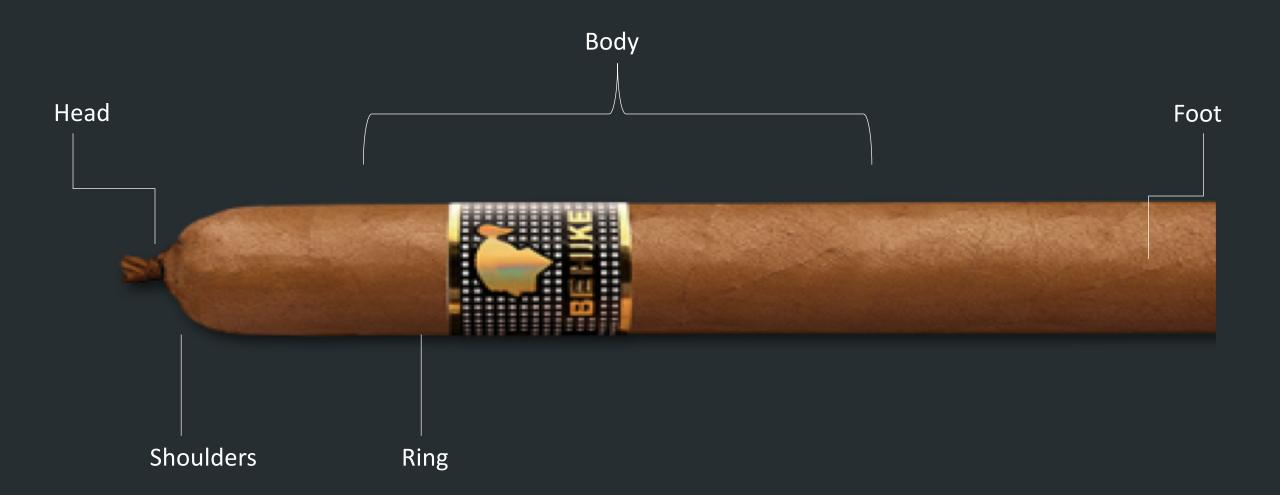
Budget plays a role to most of the clients

CHOOSING 4 (OR SOME SAY 5) SENSES ARE A HABANOS USED TO CHOOSE YOUR CIGAR



PRESS GENTLY TASTE BY SMOKING before lighting

ENJOY THE AROMAS



CUTTING A HABANOS

CUT JUST ABOVE THE LINE WHERE THE CAP MEETS THE WRAPPER WITH

- Single or double guillotine
- Pair of special cigar scissors
- **Punch**
- **V-cutters**



Don't remove the band for fear of damaging the cigar



PROBLEM SOLVING

PROLONGED WETNESS CAUSES BLOOM.

A white powdery mould that occurs naturally on a Habano after increasing suddenly the humidity. Remove with brush gently.

BICHO OR WEEVIL (LASIODERMA SERRICORNE):

You need to treat the cigars by putting the whole box into a deep freeze and leave it there for a few days. This will kill the weevils and save the cigars that have not attracted their attention

DRYNESS:

Makes cigars lose their taste after 2 or 3 months. Re-humidify in stages, gently or the wrappers will break.

BROKEN CAPOTE:

Treated with a natural glue coming from a Canadian tree (tasteless & odorless)





THANK YOU FOR YOUR ATTENTION