

Montego Freeport Ltd. 1999

REPORT OF THE DIRECTORS

Your Directors submit their report for the 12 months ended 31 March 1999 together with the Audited Financial Statements of the Group and the Company for the period 1 April 1998 to 31 March 1999.

FINANCIAL RESULTS

The turnover for the period under review was \$84.026M. A net profit of \$53.864M was realised after deducting exceptional items of \$13.452M. Net profit attributable to stockholders of the company was \$53.864M. Details of the results are set out in the Audited Financial Statements.

DIVIDEND AND BONUS ISSUE

The Directors do not recommend a dividend payment at this time, but has recommended a bonus issue of ten (10) new shares for each one (1) now held, by way of a capital distribution.

DIRECTORS

The retiring director is Dr. The Hon. Vincent Lawrence, and being eligible offer himself for re-election. Mrs. Jewell Spencer retires at this meeting under Regulation 97 having been appointed a Director to replace Mr. Ivan Anderson.

AUDITORS

Price Waterhouse Coopers, Chartered Accountants, have signified their willingness

to continue as our Auditors. Stockholders have constantly questioned the negotiation of auditors' remuneration and a resolution is circulated for consideration.

SPECIAL BUSINESS

Bonus Issue (capitalization of Capital Reserve) of ten (10) new shares for every one (1) share now held.

BY ORDER OF THE BOARD

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E. JOYCE CHANG
SECRETARY

DATED THIS 27 TH DAY OF OCTOBER, 1999
