

Salada Foods Jamaica Ltd

First quarter ended December 31, 2002.

BALANCE SHEET

	CURRENT YEAR	% NET ASSET	LAST YEAR	% NET ASSET
NET CAPITAL EMPLOYED				
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FIXED ASSETS	39,257,551	31.95	41,564,726	53.95
INVESTMENT IN SUBSIDIARIES	711,535	0.58	729,336	0.95
CURRENT ASSETS:				
INVENTORIES	36,983,513	30.10	39,072,701	50.71
TAXATION RECOVERABLE	(8,616,293)	7.01	(14,447,418)	18.75
RECEIVABLES	28,929,241	23.54	28,724,749	37.28
CASH AND DEPOSITS	54,459,825	44.32	14,609,470	18.96
	=====	=====	=====	=====
TOTAL CURRENT ASSETS	111,756,286	90.96	67,969,502	88.21
CURRENT LIABILITIES:				
PAYABLES	20,617,411	16.78	23,462,429	30.45
SHORT TERM LOANS	200	0.00	1,506,738	1.96
CURRENT PORTION LONG TERM LOANS	8,238,320	6.70	8,238,320	10.69

TOTAL CURRENT LIABILITIES	28,855,931	23.49	33,207,487	43.10
NET WORKING CAPITAL	82,900,355	67.47	34,752,015	45.11
TOTAL NET ASSETS	122,869,441	100.00	77,046,077	100.00

REPRESENTED BY

SHARE CAPITAL	5,194,165	4.23	3,782,400	4.91
SHARE PREMIUM	68,021,829	55.36	21,433,600	27.82
CAPITAL RESERVES	19,836,781	16.14	19,876,121	25.80
RETAINED EARNINGS	100,043	0.08	(721,677)	0.94
	93,152,818	75.81	44,370,444	57.59
LONG TERM LIABILITIES	29,716,623	24.19	32,675,633	42.41
CAPITAL EMPLOYED	122,969,441	100.00	77,046,077	100.00

STATEMENT OF COMPANY CASH FLOWS

Year to Date
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CASH FLOWS FROM OPERATING ACTIVITIES

Operating Activities	
Net Profit	782
Items not affecting cash resources	
-Depreciation	1,623
-Loss/(Gain) on disposal of assets	1,048
-Interest capitalised on long term loans	257
-Transaction losses on long term loans	800
Sub total	<u>3,727</u>
Changes in non-Cash working capital Components	
-Inventories	2,090
-Receivables	(204)
-Payables	(4,352)
-Taxation	(5,831)
-Investment in Subsidiaries	17
Sub-Total	<u>(8,280)</u>
Cash provided by operating activities	<u>(3,771)</u>
Financing Activities	
-Long term loans received	-
-Long term loans repaid	(4,015)
Sub-Total	<u>(4,015)</u>
Investing Activities	
-Proceeds from sale of fixed assets	-
-Purchase of fixed assets	(239)
-Proceeds from Rights issue	47,876
Sub-Total	<u>47,637</u>
Increase in cash and cash equivalents	39,850
Cash and Cash equivalents at beginning of Period /Year	<u>14,609</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>54,459</u>

	THIS QUARTER	
	2002	2001
	J\$ '000	J\$ '000
Turnover	51,504	50,037
Cost of Sales	(32,031)	(32,119)
Gross Profit	19,473	17,918
Other Operating Income	0	0
Selling and Promotion Expenses	(4,643)	(4,973)
Administrative Expenses	(13,501)	(9,015)
Operating Profit	1,329	3,930
Finance costs	(154)	(1,537)
GROUP PROFIT/(LOSS) BEFORE TAX	1,175	2,393
Taxation	(393)	0
GROUP PROFIT/(LOSS) AFTER TAX	782	2,393
	CENTS	CENTS
EARNINGS PER SHARE	7.53	31.63

The tax losses brought forward from previous years have been completely utilised thus resulting in taxation on profits earned this quarter.

Turnover in this quarter has exceeded that of the corresponding quarter last year. However, administrative expenses increased over the corresponding period largely due to some non recurring reorganizational expenses .

During the quarter a Rights issue was successfully underwritten by Caribbean Equity Partners (through an affiliated entity) from which the company received \$48.00M, and pursuant to which, the issued share capital was increased from 7,564,800 ordinary shares to 10,388,330 ordinary shares.