

THE JAMAICA LIVESTOCK ASSOCIATION

CONSOLIDATED SIX MONTHS INTERIM

FINANCIAL REPORT MAY 31, 2003

	Unaudited Three months May 31, 2003 \$000's	Unaudited Three months to May 31, 2002 \$000's	Unaudited Six months to May 31, 2003 \$000's	Unaudited Six months to May 31, 2002 \$000's
Gross operating revenue (see note 2)	195,755	150,631	359,735	292,517
Cost of operating revenue	140,364	102,711	253,219	196,758
Gross Profit	55,391	47,920	106,516	95,759
Other operating Income	2,772	940	3,352	1,832
Administrative expenses	38,387	32,806	69,562	62,932
Depreciation	5,007	5,025	10,083	9,810
Other operating expenses	10,887	9,330	21,282	19,613
Profit from operations	3,882	1,699	8,941	5,236
Finance costs	8,582	3,329	11,774	7,487
Profit before taxation	(4,700)	(1,630)	(2,833)	(2,251)
Taxation				
Net profit, being total recognised gains and losses	(4,700)	(1,630)	(2,833)	(2,251)
Earnings per stock unit (see note 3)	(8)cent	(3)cents	(5)cents	(4)cents

CONSOLIDATED BALANCE SHEETS

	Unaudited as at May 31, 2003 \$000's	Unaudited as at May 31, 2002 \$000's	Audited as at Nov. 30, 2002 \$000's
Current assets			
Cash	7,930	14,613	20,830
Accounts Receivable	21,826	15,415	23,823
Taxation Recoverable	3,272	2,808	1,770
Inventories	110,326	85,582	113,504
Deferred Expenses	286		286
	143,640	118,418	160,213
	=====		
Current Liabilities			
Bank Overdraft	56,626	34,827	46,042
Current portion of Long-term Liabilities	8,132	9,910	18,691
Accounts Payable	93,444	76,468	113,311
Deferred Income	106	157	106
	158,308	121,362	178,150
	=====		
Net current assets	(14,668)	(2,944)	(17,937)
	=====		
Fixed Assets	233,231	242,889	241,344
Long-term Receivable	483	1,202	483
Investments	175	1,104	175
	219,221	242,251	224,066
	=====		
Stockholders' net equity	203,027	210,703	207,871
	=====		
Long-term Liabilities	16,194	31,548	16,194
	219,221	242,251	224,065
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GROUP STATEMENT OF CHANGES IN EQUITY

	Share Capital \$000's	Share Premium \$000's	Capital Reserves \$000's	Unappropriated Profits/ (Accumulated deficit) \$000's	Total \$000's
Balances at November 30, 2001	57,456	58,421	86,169	12,919	214,965
Net Profit for the period				(2,251)	(2,251)
Dividends paid (gross)				(2,011)	(2,011)
Balances at May 31, 2002	57,456	58,421	86,169	8,657	210,703
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Balances at November 30, 2002	57,456	58,421	74,709	17,285	207,871
Net Profit for the period				(2,833)	(2,833)
Dividends paid (gross)				(2,011)	(2,011)
Balances at May 31, 2003	57,456	58,421	74,709	12,441	203,027
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GROUP STATEMENT OF CASH FLOWS

	Unaudited May 31, 2003 \$000's	Unaudited May 31, 2002 \$000's
Cash Flows From Operating Activities		
Net Profit	(2,833)	(2,251)
Adjustments to reconcile net profit to net cash (used)/provided by operating activities :		
Depreciation	10,083	9,810
Gain on sale of fixed assets	<u>(1,878)</u>	
	5,372	7,559
(Increase)/decrease in current assets:		
Accounts receivable	1,997	10,016
Taxation recoverable	(1,502)	(1,163)
Inventories	3,178	5,310
Increase/(decrease) in current liabilities:		
Accounts payable	(19,867)	(10,265)
Deferred income	<u>0</u>	<u>0</u>
Net Cash provided by operating activities	<u>(10,822)</u>	<u>11,457</u>
Cash Flows From Investment Activities		
Long-term receivable	0	0
Additions to fixed assets	(3,292)	(2,268)
Proceeds from disposal of fixed assets	3,200	0
Investments	<u>0</u>	<u>0</u>
Net Cash used by operating activities	<u>(92)</u>	<u>(2,268)</u>
Cash Flows From Financing Activities		
Bank overdraft	10,584	9,574
Loan repayments	(10,559)	(11,160)
Dividends paid	<u>(2,011)</u>	<u>(2,011)</u>
Net Cash used by financing activities	<u>(1,986)</u>	<u>(3,597)</u>
Net increase/(decrease) in cash	(12,900)	5,592
Cash at beginning of the period	<u>20,830</u>	<u>9,021</u>
Cash at end of period	7,930 =====	14,613 =====

NOTES TO THE INTERIM FINANCIAL REPORT

We hereby present the Report of the group for the half year ended and as at May 31, 2003.

- 1 There were no significant changes to the Group's operations for the period under review.
- 2 Gross operating revenue represents the invoiced value of sales by the Group net of returns and General Consumption Tax.
- 3 The calculation of earnings per stock unit is based on the Group's net loss for the period of \$ 2,833,480 (2002: loss \$2,251,000) and the 57,452,523 preference stock units in issue.
- 4 The Group Accounts for the six months ended May 31, 2003, include the Company and its three wholly-owned subsidiaries - JLA Feeds Limited, JLA Hatchery Limited, and Henmor Limited, all incorporated in Jamaica.
- 5 The same accounting policies and methods of computation are followed as those used for the November 30, 2002 audited financial statements.
- 6 Revenue is unfavourably affected by the rapid deterioration in the foreign exchange rates
- 7 The interim financial report is in compliance with the Institute of Chartered Accountants of Jamaica's Statement of Standard Accounting Practice, Interim Financial Reporting and the Jamaica Stock Exchange Regulations, wherever applicable.

Dividends

This represents amounts paid on the 7 1/2% preference stock units of the company.

These dividends are an allowable charge for taxation purposes in accordance with the provisions of the Income Tax Act.

On behalf of the Board

John Masterton
Director

Andrea Sweeney
Director