

Salada Foods Jamaica Ltd

First quarter ended December 31, 2003.

Unaudited group profit and loss account

	2003 \$'000	2002 \$'000
Turnover	56,407	51,504
Cost of Sales	<u>(35,850)</u>	<u>(32,031)</u>
Gross Profit	20,557	19,473
Other Income	2,267	895
Selling and Promotional Expenses	(3,402)	(4,643)
Administrative Expenses	<u>(10,799)</u>	<u>(14,396)</u>
Operating Profit	8,623	1,329
Finance costs, net	(113)	(154)
Profit before Taxation	8,510	1,175
Taxation	(2,837)	(393)

Net Profit Attributable to Stockholders	5,673	782
	=====	=====
Earnings per share	Cents 54.61	Cents 7.53
No. of shares Issued	10,388,330	10,388,330

Unaudited Group balance sheet

	Unaudited As At 31 December 2003 \$	Unaudited restated As At 31 December 2002 \$
<u>NET CAPITAL EMPLOYED</u>		
FIXED ASSETS	58,281,667	57,206,000
DEFERRED TAX ASSET	11,134,000	9,483,000
RETIREMENT BENEFIT ASSET	19,855,000	19,288,000
CURRENT ASSETS		
INVENTORIES	49,963,591	36,983,513
TAXATION RECOVERABLE	3,658,000	1,928,557
RECEIVABLES	28,752,630	29,005,222
CASH AND DEPOSITS	74,672,062	54,459,825
TOTAL CURRENT ASSETS	<u>157,046,283</u>	<u>122,377,117</u>
CURRENT LIABILITIES:		

PAYABLES	40,783,914	22,839,411
TAXATIONPAYABLE	10,836,914	10,544,849
SHORT TERM LOANS	0	200
CURRENT PORTION LONG TERM LOANS	<u>8,711,000</u>	<u>8,238,320</u>
TOTAL CURRENT LIABILITIES	<u>60,331,828</u>	<u>41,622,780</u>
NET CURRENT ASSETS	96,714,455	80,754,337
TOTAL NET ASSETS	185,985,122	166,731,337
	=====	=====
<u>REPRESENTED BY</u>		
SHARE CAPITAL	5,194,165	5,194,165
SHARE PREMIUM	68,021,929	68,021,829
CAPITAL RESERVES	16,235,663	16,275,000
RETAINED EARNINGS	<u>69,256,784</u>	<u>47,523,720</u>
	158,708,441	137,014,714
LONG TERM LIABILITIES	27,276,681	29,716,623
CAPITAL EMPLOYED	185,985,122	166,731,337
	=====	=====

Group statement of cash flows

2003 2002
\$'000 \$'000

CASH FLOWS FROM OPERATING ACTIVITIES

Net profit/(loss) after taxation	5,673	782
Adjustment for items not involving cash		
Depreciation	1,674	1,498
Loss on disposal of assets	0	1,048
Interest capitalised on long term loans	52	257
Transaction losses on long term loans	295	800
	<u>7,694</u>	<u>4,385</u>
Changes in non-cash working capital components:		
Inventories	(8,225)	2,090
Receivables	(1,106)	(223)
Payables and accruals	10,467	2,685
Taxation	1,018	(5,831)
CASH (USED IN)/PROVIDED BY OPERATING ACTIVITIES	<u>9,848</u>	<u>(2,264)</u>

INVESTING ACTIVITIES

Proceeds from Rights Issue	0	47,876
Purchase of fixed assets	(2,402)	(239)
CASH PROVIDED BY INVESTING ACTIVITIES	<u>(2,402)</u>	<u>47,637</u>

FINANCING ACTIVITIES

Long term loans - net	(1,323)	(4,015)
CASH (USED IN)/PROVIDED BY FINANCING ACTIVITIES	<u>(1,323)</u>	<u>(4,015)</u>

INCREASE IN NET CASH BALANCES

Net cash balances at the beginning of the period	6,123	41,358
INCREASE IN NET CASH BALANCE AT END OF PERIOD	<u>68,549</u>	<u>13,102</u>
	<u>74,672</u>	<u>54,460</u>

STATEMENT OF CHANGES IN EQUITY

	No. of Shares	Share Capital	Share Premium	Capital Reserve	Retained Earnings	Total
	000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 October 2002	7,565	3,782	21,434	16,275	46,702	88,193
Net profit	-	-	-	-	16,843	16,843
Issue of Share Capital	2,823	1,412	46,588	-	-	48,000
Balance at 30 September 2002	10,388	5,194	68,022	16,275	63,545	153,036
Amortisation of revaluation surplus				(39)	39	-
Net profit					5,673	5,673
Balance at 31 December 2003	10,388	5,194	68,022	16,236	69,257	158,709

Notes to interim financial report

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

These interim financial statements have been prepared in accordance with and comply with International Reporting Financial Standards (IFRS) and have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

The Group adopted International Financial Reporting Standards for the financial year ended 30 September 2003.

Figures for the period to December 2002 have been restated in accordance with IFRS.

(b) Basis of consolidation

The group's financial statements present the results of operation and financial position of the company and two of its wholly owned subsidiaries, Coffee company of Jamaica Limited and Shirriff's (Jamaica) Limited.

(c) Fixed Assets

Land and buildings are restated at market value subsequent to initial purchase less subsequent depreciation of buildings less any impairment losses. Other fixed assets are stated at cost less accumulated depreciation less any impairment losses.

(d) Deferred Taxation

Deferred income tax is provided in full, using the liability method, on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Currently enacted tax rates are used in the determination of deferred income tax.

Deferred tax assets are recognized to the extent that it is probable that the future taxable profit will be available against which the temporary differences can be utilized.

2. EARNINGS PER ORDINARY STOCK UNIT

The calculation of earnings per ordinary stock unit is based on the group profit after taxation and on 10, 388,330 stock units in issue during the year.

3. TURNOVER

Turnover represents the ex-factory price of goods sold to third parties, net of General Consumption Tax and after deducting discounts and allowances.