

Jamaica Broilers Group Limited

UNAUDITED CONSOLIDATED RESULTS FOR THE

SECOND QUARTER ENDED OCTOBER 16, 2004

Commentary on unaudited 2nd quarter results

The Directors of Jamaica Broilers Group Ltd are pleased to release the unaudited financial results for the quarter ended October 16, 2004.

These statements have been prepared in accordance with, and comply with, International Financial Reporting Standards.

The Group's turnover for this quarter, when compared to the corresponding period last year, showed an increase of 10% to \$1.92 billion. However, gross profits decreased by 15%, primarily due to the effects of Hurricane Ivan.

The operations in this quarter were severely impacted by the passage of Hurricane Ivan on September 10, 2004. Poultry sales were significantly reduced as a result of inadequate supplies of electricity for cold storage at the premises of customers. Feed and baby chick sales were also reduced, primarily due to unavailability of power to customers.

Gross profits as a percentage of turnover, year to date, therefore declined to 21.8% compared to 25.79% for the corresponding period last year.

The reductions in sales and increased operating costs, which were a direct result of Hurricane Ivan, are covered by business interruption (BI) insurance. Included in other operating income is J\$ 92 million - representing the expected BI insurance recovery for such losses

in periods 5 and 6. BI insurance claims are also to be made in respect of periods 7 and 8. Losses incurred on livestock and property are covered under separate insurance policies and claims in this regard are also being discussed with our insurers.

As expected the sale of the investment property at Hope Road, Kingston was completed in this quarter and a profit on sale of J\$115 million was brought to account.

The company's results were also impacted by inflation in the economy, as reflected in the year-to-date increases in distribution and administrative expenses over the corresponding period last year.

Against this background, profit before tax for this quarter was 67% higher than the corresponding period last year and profits after tax attributable to stockholders for the quarter increased from \$106 million to \$216 million. This equates to earnings per stock unit of 18.01 cents, up from 8.84 cents in 2003.

We can also report that there are signs of softening in the US\$ cost of grains imported from the USA. This will serve to offset other inflationary factors in the third and fourth quarters.

The staff, management and Board remain committed, under God's guidance, to further improving shareholder value in the remaining quarters of this financial year.

Christopher Levy
Director

Malcolm McDonald
Director

November 29, 2004

Interim Consolidated Profit Loss Account

as at October 16, 2004

Unaudited

Quarter ended

Quarter ended

Six periods to

Six periods to

	October 16, 2004 \$000	October 18, 2003 \$000	October 16, 2004 \$000	October 18, 2003 \$000
Turnover	1,921,347	1,753,621	3,972,642	3,454,974
Cost of Sales	(1,515,810)	(1,274,235)	(3,108,324)	(2,563,823)
Gross Profit	405,537	479,386	864,318	891,151
Other operating income	103,514	6,046	110,148	13,802
Distribution Costs	(49,934)	(50,247)	(108,685)	(100,901)
Administrative and other expenses	(326,615)	(281,251)	(643,353)	(550,105)
Operating Profit	132,502	153,934	222,428	253,947
Finance costs (net)	(10,757)	(12,618)	(8,454)	(38,661)
Profit on sale of investment property	114,744	-	114,744	-
Profit before taxation	236,489	141,316	328,718	215,286
Taxation	(20,497)	(35,347)	(41,810)	(52,718)
Net Profit after tax	215,992	105,969	286,908	162,568
Minority interest	-	-	-	-
Net Profit attributable to stockholders of Holding Company	215,992	105,969	286,908	162,568
Earnings per Stock Unit-cents	18.01	8.84	23.92	13.56

Segment Reporting Information

Consolidated Six Periods ended October 16, 2004

	Poultry Operations (\$000's)	Feed & Farm Supplies (\$000's)	Fish Operations (\$000's)	Other (\$000's)	Eliminations (\$000's)	Group Total (\$000's)
REVENUE						
External Sales	2,208,323	1,245,232	127,955	391,131	-	3,972,642
Inter-Segment Sales	9,371	66,417	-	334,713	(410,501)	-

Total revenue	2,217,694	1,311,649	127,955	725,845	(410,501)		3,972,642
=====							
RESULT							
Segment Result	242,014	102,684	(23,684)	35,471			356,485
=====							
Unallocated corporate expenses							(226,163)
Finance costs							(8,454)
Profit on sale of investment property							114,744
Business interruption insurance proceeds							92,104
Profit Before Taxation							328,717
Taxation							(41,810)
Profit from ordinary activities After Taxation							286,907
=====							

Balance Sheet	Poultry Operations	Feed & Farm Supplies	Fish Operations	Other	Unallocated	Eliminations	Group Total
Segment assets	1,496,020	677,761	349,680	1,356,491	3,319,761	(2,067,219)	5,132,495
Segment Liabilities	371,841	571,380	283,630	451,096	2,849,673	(2,805,451)	1,722,167

**Segment Reporting Information
Consolidated
Six Periods ended October 18, 2003**

	Poultry Operations (\$000's)	Feed & Farm Supplies (\$000's)	Fish Operations (\$000's)	Other (\$000's)	Eliminations (\$000's)	Group Total (\$000's)
REVENUE						
External Sales	1,962,916	1,029,699	135,216	327,143		3,454,974
Inter-Segment Sales	11,269	55,034		303,733	(370,035)	-
Total revenue	1,974,185	1,084,733	135,216	630,876	(370,035)	3,454,974
=====						
RESULT						
Segment Result	303,963	121,363	(29,957)	49,305	-	444,674
=====						
Unallocated corporate expenses						(190,727)

Finance costs	(38,661)
Profit Before Taxation	<u>215,286</u>
Taxation	(52,718)
Profit from ordinary activities After Taxation	<u>162,568</u>
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Balance Sheet	Poultry Operations	Feed & Farm Supplies	Fish Operations	Other	Unallocated	Eliminations	Group Total
Segment assets	1,432,073	629,640	319,067	1,213,072	3,472,275	(2,685,385)	4,380,741
Segment Liabilities	214,536	311,960	240,943	358,355	2,928,103	(2,242,000)	1,811,897

Consolidated Balance Sheet

(Condensed)
as at October 16, 2004

Unaudited

	October 16 2004 \$000's	May 1 2004 \$000's	October 18 2003 \$000's
NET ASSETS EMPLOYED			
Fixed Assets	1,776,835	1,725,011	1,658,481
Goodwill	-	-	10,283
Deferred Expenditure	-	-	16,620
Investment Property	2,485	46,087	44,035
Field to Maturity Investments	404,774	572,309	471,791
Available-for-sale investments	76,786	107,502	4,449
Deferred tax asset	25,799	25,799	-
Pension Fund Surplus	153,259	153,300	148,400
Current Assets	2,696,522	2,396,961	2,269,541
Current Liabilities	<u>(1,590,256)</u>	<u>(1,811,051)</u>	<u>(1,382,442)</u>

	3,546,204	3,215,918	3,241,158
FINANCED BY			
Share Capital	599,638	599,638	599,639
Capital Reserve	840,293	858,631	856,122
Retained Earnings	1,476,840	1,189,932	985,571
Shareholders equity	2,916,771	2,648,201	2,441,332
Minority Interest	5,145	5,145	5,145
Long Term Liabilities	282,699	212,834	504,810
Deferred Tax Liabilities	334,789	342,938	283,171
Employee Benefit Obligations	6,800	6,800	6,700
	3,546,204	3,215,918	3,241,158

Consolidated Statement of Changes in Shareholders' Equity

as at October 16,2004

Unaudited

	Number of Shares 000's	Share Capital \$000	Capital Reserves* \$000	Retained Earnings * \$000	Total* \$000
Balance at May 03, 2003 -as previously reported	1,027,952	513,976	961,574	952,426	2,427,976
Effect of adopting IFRS					
IAS 12-Income Taxes			(125,469)	(158,620)	(284,089)
IAS 19-Employee Benefits					
Pension fund surplus				148,400	148,400
Post retirement benefits				(6,700)	(6,700)
Vacation leave payable				(13,682)	(13,682)
IAS 39 Financial instruments			3,810	(13,158)	(9,348)
Balance at May 03, 2003 as restated	1,027,952	513,916	839,915	908,666	2,262,557
Bonus issue of shares	171,326	85,663		(85,663)	-

Translation Gain			15,596		15,596
			611		611
Net profit for period				162,568	162,568
Balance at October 18, 2003	1,199,278	599,639	856,122	985,571	2,441,332
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Balance at May 01, 2004	1,199,278	599,638	858,631	1,189,932	2,648,201
Translation adjustment			(18,338)		(18,338)
Reserve on revaluation of available for sale investments					
Net profit for period				286,908	286,908
Balance at October 16, 2004	1,199,278	599,638	840,293	1,476,840	2,916,771
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Consolidated Statement of Cash Flow

(Condensed)

Six periods ended October 16, 2004

Unaudited

	October 16 2004	October 18 2003
CASH RESOURCES WERE PROVIDED BY/ (USED IN) :		
Operating Activities		
Net Profit	286,908	70,916
Items not affecting cash resources	(47,794)	72,695
	239,114	143,611
Changes in non-cash working capital components	(102,938)	377,345
Cash provided by/(used in) operations	136,176	520,956
Cash provided by/(used in) financing activities	(214,650)	(22,561)
Cash (used in)/provided by investing activities	229,250	(449,086)
Increase/(decrease) in net cash and cash equivalents	150,776	49,309
Net cash and cash equivalents at beginning of year	(40,912)	(40,912)
NET CASH AND CASH EQUIVALENTS AT END OF PERIOD	109,864	8,397

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Notes to the Interim Consolidated Financial Statements

Accounting Periods

The company's financial year consists of 13 four-week periods. The quarterly Profit & Loss account for each of the first three quarters consists of 3 four week periods, with the fourth quarter being 4 four week periods. The accounting year ends on the Saturday closest to April 30.

Basis of presentation

These consolidated financial statements have been prepared in accordance with and comply with International Financial Reporting Standards (IFRS) and have been prepared under the historical cost convention as modified by the revaluation of certain available-for-sale investments.

Segment reporting

The group is organised into three main business segments

Poultry Operations - Rearing of poultry for fertile egg production, broiler grow-out;
broiler processing and sales

Grow out and sale of started pullets

Feed and Farm Supplies - Manufacturing and sale of feeds and sale of farm supplies

Fish Operations - Grow out, processing and sale of fish

Agriculture

Current assets include biological assets with a carrying value of \$458.9 million at October 16, 2004 (\$414.9 million at May 01, 2004)

Biological assets include poultry breeder flocks, hatching eggs, baby chicks, chicken being grown out, grain fed cattle, fish and started pullets (layers)

These assets are carried at cost as no reliable measure for determining fair value has been identified
