

Jamaica Broilers Group Limited 2005

The Directors of
Jamaica Broilers Group Ltd
announce the un-audited consolidated results for quarter ended April 30, 2005

Commentary on un-audited 4th Quarter Results

The Directors of Jamaica Broilers Group Ltd are pleased to release the un-audited financial results for the quarter ended April 30, 2005. 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 8% to \$2.9 billion. Gross profits as a percentage of turnover, during the quarter, increased to 30% from 28% as a result of improved performances in the HIPRO Division.

During the quarter the Hurricane Ivan related Business Interruption insurance claims were finalised with our insurers, at approximately J\$214 million. Of this amount J\$124 million was previously accounted for up to the third quarter.

Distribution costs reflect increases which are in keeping with inflation despite additional costs incurred related to off-site storage of higher than normal quantities of processed poultry. The issue of illegal imports which negatively impact the operations of local producers and small farmers is now being addressed by the Authorities.

Administrative costs includes exceptional costs incurred on legal and professional fees of approximately J\$60 million related to the legal case that was brought by us against the majority partner in the Co-Generating electricity plant project. We are happy to report that the case was settled out of court and proceeds of J\$141 million brought to book in this quarter, as a separate line item.

Also included in administrative expenses is the allocation of J\$20million to the Jamaica Broilers

Group Foundation which was incorporated in the year and a credit of \$ 65 million in respect of an increase in the Pension Fund surplus.

Against this background , profit before tax for the quarter shows a 112% increase when compared to the corresponding period last year and profits after tax attributable to stockholders for the quarter was \$330 million compared to \$174 million. This equates to earnings per stock unit of 27.53 cents, up from 14.49 cents in 2004.

The staff, management and Board remain committed, under God's guidance, to maintaining shareholder value in the coming year.

Hon. R. Danvers Williams
Chairman

Robert E. Levy
President & Chief Executive Officer

July 14, 2005

Interim Consolidated Profit and Loss account
for quarter ended April 30, 2005.

	Quarter ended April 30,2005	Quarter ended May 1,2004	Thirteen periods April 30,2005	Thirteen periods to May 1, 2004 (Audited)
	\$'000	\$'000	\$'000	\$'000
Turnover	2,949,981	2,728,275	9,180,845	8,173,181
Cost of Sales	(2,074,635)	(1,961,177)	(6,902,046)	(6,008,011)
Gross Profit	875,346	767,098	2,278,799	2,165,170
Business Interruption Claim Proceeds	89,774		213,774	
Other operating income	(10,424)	14,010	24,637	38,452
Distribution Costs	(52,984)	(65,192)	(243,088)	(225,506)
Administrative and other expenses	(555,962)	(494,168)	(1,541,907)	(1,332,577)

Operating Profit	345,750	221,748	732,215	645,539
Finance costs (net)	4,374	8,981	(7,869)	(39,258)
Settlement re Co-Generating Plant	141,450		141,450	
Profit on sale of investment property	(1,852)	-	112,892	-
Profit before taxation	489,722	230,729	978,688	606,281
Taxation	(159,528)	(56,901)	(240,837)	(144,971)
Net Profit after taxation	330,194	173,828	737,851	461,310
Minority interest	-	-		-
Net Profit attributable to stockholders of Holding Company	330,194	173,828	737,851	461,310
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Earnings per Stock Unit-cents	27.53	14.49	61.52	38.47

Segment Reporting Information Consolidated - Thirteen periods ended April 30, 2005

	Poultry Operations \$'000	Feed & Farm Supplies \$'000	Fish Operations \$'000	Other \$'000	Elimination Group Total \$'000 \$'000	
REVENUE						
External Sales	5,185,778	2,696,313	347,117	951,636	-	9,180,844
Inter-Segment Sales	27,774	345,960		813,179	-	-
Total revenue	5,213,552	3,042,273	347,117	1,764,815	1,186,913	9,180,844
	=====					
RESULT						
Segment Result	580,214	455,674	(58,961)	104,741		1,081,669
	=====					
Business interruption insurance proceeds						213,774
Unallocated corporate expenses						(563,228)
Finance costs (net)						(7,869)
Settlement re Co - Generating Plant						141,450
Profit on sale of Investment property						<u>112,891</u>

Profit Before Taxation	978,688
Taxation	(240,837)
Profit from ordinary activities After Taxation	<u>737,851</u>
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Balance sheet	Poultry Operations	Feed & Farm Supplies	Fish Operations	Other	Unallocated	Elimination	Group Total
Segment assets	3,439,209	664,514	400,260	2,845,324	1,167,225	(2,728,795)	5,787,737
Segment Liabilities	1,362,492	373,551	421,485	526,163	1,897,315	(2,594,209)	1,986,797

Segment Reporting Information Consolidated-Thirteen Periods ended May 01,2004

	Poultry Operations \$'000	Feed & Farm Supplies \$'000	Fish Operations \$'000	Other \$'000	Elimination \$'000	Group Total \$'000
REVENUE						
External Sales	4,597,825	2,458,585	293,745	823,026		8,173,181
Inter-Segment Sales	20,969	134,358		682,498	(837,825)	-
Total revenue	4,618,794	2,592,943	293,745	1,505,524	(837,825)	8,173,181
	=====					
RESULTS						
Segment Result	741,054	318,292	(68,606)	191,192	(386)	1,181,546
	=====					
Unallocated corporate expenses						(536,007)
Finance costs						(39,258)
Profit Before Taxation						606,281
Taxation						(144,971)
Profit from ordinary activities After Taxation						461,310
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Balance sheet	Poultry Operations	Feed & Farm Supplies	Fish Operations	Other	Unallocated	Eliminations	Group Total
Segment assets	3,231,235	712,868	340,819	1,698,390	1,481,530	(2,437,873)	5,026,969
Segment Liabilities	2,082,839	435,641	252,903	347,507	1,726,083	(2,466,205)	2,378,768

Consolidated Balance Sheet (condensed) as at April 30, 2005

	April 30 2005	May 01 2004 (Audited)
NET ASSETS EMPLOYED		
Fixed Assets	1,836,980	1,725,011
Investment Property	2,453	46,087
Held to Maturity Investments	412,958	572,309
Available-for-sale investments	326,261	107,502
Deferred tax asset	15,799	25,799
Pension Fund Surplus	218,244	153,300
Current Assets	2,990,841	2,396,961
Current Liabilities	(1,927,136)	(1,811,051)
	<u>3,876,400</u>	<u>3,215,918</u>
	=====	
FINANCED BY		
Share Capital	599,638	599,638
Capital Reserve	859,415	858,631
Retained Earnings	<u>1,789,866</u>	<u>1,189,932</u>
Shareholders' equity	3,248,919	2,648,201
Minority Interest	5,145	5,145
Long Term Liabilities	242,996	212,834
Deferred Tax Liabilities	372,540	342,938
Employee Benefit Obligations	<u>6,800</u>	<u>6,800</u>

3,876,400	3,215,918
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Consolidated Statement of Changes in Shareholders' Equity

as at April 30, 2005

	Number of Shares 000's	Share Capital \$'000	Capital Reserves* \$'000	Retained Earnings* \$'000	Total * \$'000
Balance at May 03, 2003 as restated for	1,027,952	513,976	838,971	948,957	2,301,904
Unrealised gains on available-for-sale securities			3,849		3,849
Write back of deferred tax on sale of property			873		873
Translation Gain			6,189		6,189
Bonus issue of shares	171,325	85,662		(85,662)	
Transfer to reserves			8,749	(8,749)	-
Net profit for period				461,310	461,310
Dividends relating to 2004				(125,924)	(125,924)
Balance at May 01, 2004	1,199,277	599,638	858,631	1,189,932	2,648,201
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Balance at May 01, 2004	1,199,277	559,638	858,631	1,189,932	2,648,201

Unrealised gains on available-for-sale securities	784	784
Net profit for period	737,851	737,851
Dividends relating to 2004	(137,917)	(137,917)
Balance at April 30, 2005	1,199,278	3,248,919
	599,638	
	859,415	
	1,789,866	
	=====	=====

Consolidated Statement of Cash Flows (Condensed)

	April 30 2005 \$'000	May 01 2004 \$'000 (Audited)
CASH RESOURCES WERE PRCDDED BY/(USED IN):		
Operating Activities		
Net Profit	737,851	461,310
Items not affecting cash resources	91,940	195,700
	<u>829,791</u>	<u>657,010</u>
Changes in non-cash working capital corripONENTS	(414,850)	589,469
Cash provided byl(used in) operations	<u>414,941</u>	<u>1,246,479</u>
Cash provided byl(Used in) financing activities	(174,660)	(262,829)
Cash (used in) provided by investing activities	<u>(252,140)</u>	<u>(772,579)</u>
Increase /(decrease) in net cash and cash equivalents	(11,859)	211,071
Net cash and cash equivalents at beginning of year	<u>170,159</u>	<u>(40,912)</u>
NET CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>158,300</u>	<u>170,159</u>
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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

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 \$478 million at April 30, 2005 (\$ 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