

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

31 March 2006

Profit from continuing operations for the three (3) months ending 31 March 2006 amounted to \$256 million, an increase of 31% over the \$196 million in 2005. This was achieved by revenues growing by 36% from \$176 million in 2005 to \$240 million in 2006, while expenses grew at a rate of 18% from \$74 million in 2005 to \$87 million in 2006. Share of results of associated companies grew by 24% to \$132 million (2005: \$106 Million).

Our property company continues to perform impressively with revenues increasing by 22% to \$194 million (2005: \$159 million), and occupancies averaging over 95% for the period. We remain committed to growth being derived from new property development and continue to seek opportunities in this area.

However, the groups net profit for the period amounted to \$256 million (2005: \$295 million) declining moderately by 13%. This was due to the \$98 million profit from discontinued operations that occurred in 2005 and not in 2006.

The unaudited consolidated balance sheet records stockholders' funds at \$7,830 million (2005: \$5,571 million) an increase of 41%. If the market value of Life of Jamaica stock units as at 31 March 2006 were to be used, Stockholders' Funds would increase to \$11,328 million or \$37.30 per stock unit.



Maurice W. Facey
Chairman



Stephen B. Facey
Chief Executive Officer

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

Unaudited Consolidated Statement of Operations
Three months ended 31 March 2006

	3-Months to March 2006 \$'000	Restated 3-Months to March 2005 \$'000
Continuing operations		
Income		
Investments	52,051	24,343
Property	169,626	139,688
Other	<u>18,834</u>	<u>12,380</u>
	240,511	176,411
Operating expenses	<u>(87,400)</u>	<u>(73,573)</u>
Operating profit	153,111	102,838
Interest expense	<u>(3,771)</u>	<u>(429)</u>
	149,340	102,409
Share of results of associated companies, (net of taxation)	<u>132,083</u>	<u>106,762</u>
Profit before taxation	281,423	209,171
Taxation	<u>(25,330)</u>	<u>(12,490)</u>
Profit from continuing operations	256,093	196,681
Profit from discontinued operations (Note 1)	<u>-</u>	<u>98,751</u>
Net profit	<u>256,093</u>	<u>295,432</u>
Earnings per stock unit attributable to equity holders of the company		
Basic		
Continuing operations	\$0.85	\$0.65
Discontinued operations	-	\$0.33
Fully diluted		
Continuing operations	\$0.85	\$0.65
Discontinued operations	-	\$0.33

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

Unaudited Consolidated Balance Sheet
Three months ended 31 March 2006

	Unaudited March 2006 \$'000	Audited December 2005 \$'000	Restated Unaudited March 2005 \$'000
ASSETS			
Cash and Bank Balances	40,158	36,065	248,215
Investments			
Short term deposits	107,376	111,554	45,993
Securities:			
Available-for sale	1,342,993	1,403,878	2,624,529
Loans and lease receivables	61,672	58,420	166,519
Securities purchased under agreements to resell	391,231	424,828	771,977
Investment properties	2,105,387	2,055,533	1,864,295
Investment in associated companies	4,012,410	3,928,115	2,337,983
	8,021,069	7,982,328	7,811,296
Taxation recoverable	92,971	114,697	116,838
Deferred tax assets	226	226	2,972
Other assets	229,828	127,196	343,034
Due from related parties	30,744	30,627	726
Property, plant and equipment	73,926	72,506	90,860
Intangible assets	-	-	174,949
Retirement benefit assets	30,582	30,582	34,216
Segregated funds' assets	-	-	93,623
	<u>8,519,504</u>	<u>8,394,227</u>	<u>8,916,729</u>
STOCKHOLDERS' EQUITY AND LIABILITIES			
Stockholders' Equity			
Capital and Reserves Attributable to the Company's Equity Holders			
Stated/Share capital	355,848	355,848	303,500
Share premium	-	-	52,348
Capital redemption reserve	3,000	3,000	3,000
Capital reserve	2,210,284	2,210,284	266,490
Investment and other reserves	588,504	599,023	845,249
Retained earnings	4,695,809	4,489,593	4,116,968
Treasury shares	(15,574)	(15,574)	(15,574)
	7,837,871	7,642,174	5,571,981
Liabilities			
Policyholders' funds	-	-	2,164,503
Segregated funds' liabilities	-	-	93,623
Bank overdraft	8,846	4,825	3,458
Taxation payable	13,805	76,796	41,188
Deferred tax liability	81,313	81,313	70,728
Other liabilities	360,354	350,676	778,605
Due to related parties	118,997	135,154	-
Long term loans	65,146	70,117	135,281
Retirement benefit liabilities	33,172	33,172	57,362
	<u>8,519,504</u>	<u>8,394,227</u>	<u>8,916,729</u>

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

Unaudited Financial Information by Business Segments
(including Discontinued Operations)
Three months ended 31 March 2006

	Property Management \$'000	Investments Management Services \$'000	Eliminations \$'000	Total \$'000
<u>REVENUE</u>				
External	192,989	47,522	-	240,511
Inter-segment	1,028	29,774	(30,802)	-
Total revenue	194,017	77,296	(30,802)	240,511
Operating profit	90,426	62,685	-	153,111
Interest expense	(903)	(2,868)	-	(3,771)
Share of results of associated companies (net of taxation)	89,523	59,817	-	149,340
Profit before taxation				132,083
Taxation				281,423
Net profit				<u>(25,330)</u>
				256,093

31 March 2005 (Restated)

	Property Management	Investment Management Services	Eliminations	Total
<u>REVENUE</u>				
External	158,267	18,144	-	176,411
Inter-segment	947	29,037	(29,984)	-
Total revenue	159,214	47,181	(29,984)	176,411
Operating profit	87,980	14,858	-	102,838
Interest expense	(429)	-	-	(429)
Share of results of associated companies, (net of taxation)	87,551	14,858	-	102,409
Profit before taxation				106,762
Taxation				209,171
Profit after taxation				<u>(12,490)</u>
Profit from discontinued operations				196,681
Net profit				<u>98,751</u>
				295,432

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

Unaudited Consolidated Statement of Cash Flows
Three months ended 31 March 2006

	3-Months to March 2006	Restated 3-Months to March 2005
	\$'000	\$'000
Net profit	256,093	295,432
Items not affecting cash	<u>(203,631)</u>	<u>(170,404)</u>
	52,462	125,028
Changes in non-cash working capital components	<u>(26,046)</u>	<u>(26,562)</u>
Cash flows from operating activities	26,416	98,466
Cash flows from investing activities	10,098	65,913
Cash flows used in financing activities	<u>(74,217)</u>	<u>(62,334)</u>
Net (decrease)/increase in cash and cash equivalents	(37,703)	102,045
Cash and cash equivalents at beginning of period	<u>567,622</u>	<u>960,681</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	529,919	1,062,726
	<u><u> </u></u>	<u><u> </u></u>
Comprising:		
Cash and bank balances	40,158	248,215
Short term investments	107,376	45,992
Securities purchased under agreement to resell	391,231	771,977
Bank overdraft	<u>(8,846)</u>	<u>(3,458)</u>
	529,919	1,062,726
	<u><u> </u></u>	<u><u> </u></u>

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

Unaudited Consolidated Statement of Changes in Stockholders' Equity
Three months ended 31 March 2006

	3-Months to March 2006 \$'000	Restated 3-Months to March 2005 \$'000
Balance at the beginning of the period	7,642,174	5,277,636
Unrealised (losses)/gains on available-for-sale assets	(56,591)	66,354
Realised fair value (gains)/losses transferred to Consolidated Statement of Operations	(4,462)	351
Net profit for the period	256,093	295,432
Movement in reserves of associated companies	50,534	(17,714)
Dividends paid	<u>(49,877)</u>	<u>(50,078)</u>
Balance at the end of the period	<u>7,837,871</u>	<u>5,571,981</u>

FIRST JAMAICA INVESTMENTS LIMITED
and its subsidiaries

Unaudited Consolidated Statement of Discontinued Operations
Three months ended 31 March 2006

March
2005

Note 1

Discontinued Operations

Income	490,803
Operating expenses	<u>(362,355)</u>
Operating profits	128,448
Taxation	<u>(29,697)</u>
Profit from discontinued operations	<u>98,751</u>