



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

CHAIRMAN'S STATEMENT

Jamaica Producers Group earned net profit attributable to stockholders of \$224.3 million on revenue of \$14.87 billion in the 24 weeks ended June 17, 2006 ("First Half"). I am pleased that profit increased 172.5% and revenue increased 24.2% from the comparable period in 2005.

Fresh & Processed Foods Division

The Fresh & Processed Foods Division earned a pre-tax profit of \$263.9 million on revenue of \$8.79 billion in the First Half. This is a 19.4% increase in revenue and an 82.3% increase in pre-tax profit year over year.

Our juice and smoothie business performed reasonably well, achieving strong sales growth despite increased competition. Input costs have, however, increased substantially in the past year. We responded proactively to the challenge and our underlying margins improved as the First Half progressed. The business recorded a significant year over year increase in profit, however the 2005 result includes the cost of the product-tampering incident.

Our new chilled dessert business commenced commercial production in March 2006. The launch products, sold under The Serious Food Company brand, exceeded our initial sales targets. As expected, start-up losses in the dessert business had an adverse impact on divisional profitability.

The fresh fruit trading business experienced strong revenue expansion across all major product lines. Improved revenues reflect a gain in market share as well as expanded consumption of fresh fruit and other healthy foods in the UK. The supply of fruit to UK supermarkets remains extremely competitive, and profitability in the First Half was flat compared with the same period last year.

Our snack food business benefited from improved availability of bananas. Banana chip sales levels and margins were up significantly relative to the first half of 2005.

Banana Division

The Banana Division generated a pre-tax profit of \$91.2 million in the First Half, which was a turnaround from the \$62.8 million loss recorded in the comparable period last year. Divisional revenue increased 31.7% to \$5.99 billion.

During the First Half, our Jamaican banana farms benefited from the completion of rehabilitation projects undertaken after hurricanes Dennis and Emily in 2005. For much of the comparable period last year, the farms experienced very limited production as they recovered from Hurricane Ivan.

The resumption of full production on the farms in Jamaica contributed to improved performance in our banana ripening businesses in the UK and Jamaica. Our shipping operations also benefited from the increased volume of banana exports.

A new system of rules governing the importation of bananas into the European Union came into effect at the beginning of 2006. The new regime permits duty-free access to 775,000 tonnes of bananas from the African, Caribbean and Pacific (ACP) countries. All other imported bananas attract a tariff of 176 euros per tonne. There is no quota restriction on the volume that can be imported.

Import licences for 40% of the ACP duty-free quota have been issued principally to traditional importers of ACP bananas. The remaining 60% of the duty-free quota is available to all importers on a "first-come first-served" basis. We are pleased to report that, in the First Half, our overall Banana Division was able to compete profitably in this more liberal trading environment.

Corporate

The Corporate segment comprises interest and investment income net of the cost of corporate functions not directly charged to the business units. The segment recorded a pre-tax profit of \$19.5 million in the First Half, down 14.8% from \$22.9 million a year ago.

C. H. Johnston

Chairman



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

GROUP BALANCE SHEET

	Unaudited as at June 17, 2006	Unaudited as at June 18, 2005	Audited as at December 31, 2005
	\$ 000	\$ 000	\$ 000
Current Assets			
Cash and cash equivalents	2,372,520	2,091,907	2,508,529
Accounts receivable	4,574,606	3,809,292	3,290,817
Taxation recoverable	117,833	115,752	94,407
Inventories	904,714	775,575	737,462
Total Current Assets	7,969,673	6,792,526	6,631,215
Current Liabilities			
Bank overdrafts and demand loans	(981)	(51,701)	(34,346)
Taxation	(109,272)	(25,568)	(61,685)
Accounts payable and other liabilities	(4,937,388)	(3,815,660)♦	(3,217,877)
Total Current Liabilities	(5,047,641)	(3,892,929)	(3,313,908)
Working Capital	2,922,032	2,899,597	3,317,307
Non-current Assets			
Biological Assets – Banana Plants	46,950	15,049	1,876
Interest in Associated Companies	25,991	34,670	25,577
Investments	2,802,452	4,607,544 ♦	3,733,350
Goodwill	343,047	335,036	331,004
Deferred Tax Assets	159,935	144,601	143,571
Property, Plant and Equipment	3,070,006	2,341,255	2,471,711
Total Non-current Assets	6,448,381	7,478,155	6,707,089
Total Assets less Current Liabilities	9,370,413	10,377,752	10,024,396
STOCKHOLDERS' EQUITY			
Share Capital	18,702	18,702	18,702
Reserves	7,837,792	8,850,166 ♦	8,290,342
Parent Company Stockholders' Equity	7,856,494	8,868,868	8,309,044
Minority Interests	698,153	529,106	586,069
Total Equity	8,554,647	9,397,974	8,895,113
Non-current Liabilities			
Long-term Loans	163,231	402,035	557,497
Employee Benefit Obligation	445,036	362,712	377,767
Deferred Tax Liabilities	189,552	150,987	168,021
Deferred Income	17,947	64,044	25,998
Total Non-current Liabilities	815,766	979,778	1,129,283
Total Equity and Non-current Liabilities	9,370,413	10,377,752	10,024,396
Parent company stockholders' equity per ordinary stock unit (see note 4):			
Based on stock units in issue	<u>\$42.01</u>	<u>\$47.42</u>	<u>\$44.43</u>
After exclusion of stock units held by ESOP	<u>\$45.98</u>	<u>\$51.98</u>	<u>\$48.63</u>

♦ Restated for consolidation of the ESOP



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

GROUP PROFIT AND LOSS ACCOUNT

		Unaudited 12 weeks ended June 17, 2006 \$ 000	Unaudited 12 weeks ended June 18, 2005 \$ 000	Unaudited 24 weeks ended June 17, 2006 \$ 000	Unaudited 24 weeks ended June 18, 2005 \$ 000
Gross operating revenue	3	7,720,343	6,507,652	14,871,317	11,977,634*
Cost of operating revenue		(6,561,388)	(5,584,698)	(12,557,876)	(10,436,101)
Gross profit		1,158,955	922,954	2,313,441	1,541,533
Selling and distribution costs		(568,125)	(444,932)	(1,079,775)	(918,115)
Administrative and other operating expenses		(465,420)	(421,792)	(931,407)	(806,628)♦
Profit/(loss) from operations		125,410	56,230	302,259	(183,210)
Finance cost		(7,231)	(4,204)	(18,106)	(9,050)
Net gain/(loss) from fluctuations in exchange rates		24,212	2,702	26,585	(3,481)
(Losses)/gains on disposal of fixed assets and investments		(920)	771	(13)	41,696
Other income		35,020	119,345	63,864	258,869*
Profit before taxation		176,491	174,844	374,589	104,824
Taxation		(51,997)	(35,303)	(101,941)	(7,059)
Net profit for the period		124,494	139,541	272,648	97,765
Attributable to:					
Parent company stockholders		101,649	90,346	224,298	82,325
Minority interest		22,845	49,195	48,350	15,440
		<u>124,494</u>	<u>139,541</u>	<u>272,648</u>	<u>97,765</u>
Earnings per ordinary stock unit, cents:	4				
Based on stock units in issue		<u>54.35</u>	<u>48.31</u>	<u>119.93</u>	<u>44.02</u>
After exclusion of stock units held by ESOP		<u>59.49</u>	<u>52.79</u>	<u>131.26</u>	<u>48.09</u>

* Reclassified to conform with 2006 presentation

♦ Restated for consolidation of the ESOP



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

GROUP STATEMENT OF CHANGES IN EQUITY

	Share Capital \$ 000	Share Premium \$ 000	Capital Reserves \$ 000	Fair Value Reserve \$ 000	Reserve For Own Shares \$ 000 (note 5)	Retained Profits \$ 000	Parent Company Stockholders' Equity \$ 000	Minority Interest \$ 000	Total Equity \$ 000
Balances at December 31, 2004									
As previously reported	18,702	135,087	2,658,139	3,893,587	-	2,456,368	9,161,883	544,583	9,706,466
Effect of consolidation of ESOP	-	-	39,730	-	(129,894)	43,522	(46,642)	-	(46,642)
Restated balances at December 31, 2004	<u>18,702</u>	<u>135,087</u>	<u>2,697,869</u>	<u>3,893,587</u>	<u>(129,894)</u>	<u>2,499,890</u>	<u>9,115,241</u>	<u>544,583</u>	<u>9,659,824</u>
Exchange losses not recognized in the group profit and loss account	-	-	(113,484)	-	-	-	(113,484)	(30,917)	(144,401)*
Net profit for the period	-	-	-	-	-	82,325 ♦	82,325	15,440	97,765 *
Investment revaluation losses	-	-	-	(111,124)	-	-	(111,124)	-	(111,124)*
Realised investment revaluation gains transferred to the group profit and loss account	-	-	-	(37,368)	-	-	(37,368)	-	(37,368)*
Own shares acquired by ESOP	-	-	-	-	(24,011)	-	(24,011)	-	(24,011)*
Distributions to stockholders	-	-	-	-	-	(42,711) ♦	(42,711)	-	(42,711)
Restated balances at June 18, 2005	<u>18,702</u>	<u>135,087</u>	<u>2,584,385</u>	<u>3,745,095</u>	<u>(153,905)</u>	<u>2,539,504</u>	<u>8,868,868</u>	<u>529,106</u>	<u>9,397,974</u>
Balances at December 31, 2005	<u>18,702</u>	<u>135,087</u>	<u>2,622,721</u>	<u>2,892,630</u>	<u>(143,465)</u>	<u>2,783,369</u>	<u>8,309,044</u>	<u>586,069</u>	<u>8,895,113</u>
Exchange gains not recognized in the group profit and loss account	-	-	269,335	-	-	-	269,335	63,734	333,069 *
Net profit for the period	-	-	-	-	-	224,298	224,298	48,350	272,648 *
Investment revaluation losses	-	-	-	(903,463)	-	-	(903,463)	-	(903,463)*
Distributions to stockholders	-	-	-	-	-	(42,720)	(42,720)	-	(42,720)
Balances at June 17, 2006	<u>18,702</u>	<u>135,087</u>	<u>2,892,056</u>	<u>1,989,167</u>	<u>(143,465)</u>	<u>2,964,947</u>	<u>7,856,494</u>	<u>698,153</u>	<u>8,554,647</u>

♦ Restated for consolidation of the ESOP

* Total recognised losses attributable to stockholders - \$297,746,000 (2005 - \$219,139,000)



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

GROUP STATEMENT OF CASH FLOWS

	Unaudited 24 weeks ended June 17, 2006	Unaudited 24 weeks ended June 18, 2005
	\$ 000	\$ 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period attributable to the group	224,298	82,325 ♦
Items not affecting cash:		
Losses/(gains) on disposal of fixed assets and investments	13	(41,696)
Other items	<u>205,158</u>	<u>62,629</u>
	429,469	103,258
Increase in current assets	(1,474,467)	(1,296,625)
Increase in current liabilities	<u>1,712,534</u>	<u>400,512</u>
CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	667,536	(792,855)
CASH USED BY INVESTMENT ACTIVITIES	(455,818)	(310,043)
CASH (USED)/PROVIDED BY FINANCING ACTIVITIES	(347,727)	<u>269,498</u>
Net decrease in cash and cash equivalents	(136,009)	(833,400)
Cash and cash equivalents at beginning of the period	<u>2,508,529</u>	<u>2,925,307</u>
Cash and cash equivalents at end of the period	<u>2,372,520</u>	<u>2,091,907</u>

♦ Restated for consolidation of the ESOP



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

NOTES TO THE FINANCIAL STATEMENTS:

1. Basis of Presentation

These consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations, adopted by the International Accounting Standards Board (IASB) and comply with the provisions of the Companies Act.

Where necessary, the previous year's comparative figures have been reclassified or restated to conform with those of the current quarter.

2. Group's Operations

There were no significant changes to the Group's operations for the period under review.

3. Gross Operating Revenue

Gross operating revenue comprises the Group's sales of goods and services, commissions earned on consignment sales and investment income. This is shown after deducting returns, rebates and discounts, UK Value Added Tax, General Consumption Tax and eliminating sales within the Group.

4. Earnings per stock unit and stockholders' equity per stock unit

Earnings per stock unit is calculated by dividing profit attributable to the Group by 187,024,006 being the total number of ordinary stock units in issue during the period and a weighted average number of ordinary stock units in issue (excluding those held by the ESOP) during the period. The weighted average number of ordinary stock units in issue (excluding those held by the ESOP) for the 12 weeks ended June 17, 2006 was 170,878,089 (2005 – 171,152,561) stock units and for the 24 weeks ended on the same date was 170,878,089 (2005 – 171,191,530) stock units of 10 cents each.

Stockholders' equity per stock unit is calculated by dividing the parent company stockholders' equity by 187,024,006 being the total number of ordinary stock units in issue at the end of the period and 170,878,089 (2005: 170,607,002), representing the total number of ordinary stock units in issue at period-end less those held by the ESOP at the same date.

5. Reserve For Own Shares

A Reserve For Own Shares is included in these financial statements by consolidation of the company's Employees' Share Ownership Plan (ESOP) as it is regarded as a Special Purpose Entity and is required to be consolidated under IAS 27, as interpreted by the Standing Interpretations Committee (SIC) Statement 12. The previous period/year comparatives have been restated accordingly. The reserve comprises the cost of the company's shares held by the Group through the ESOP, less net gains on shares sold.

6. Main Activities

The main activities of the Group during the period consisted of the cultivation, marketing and distribution of bananas and other fresh produce locally and overseas, juice manufacturing and distribution, shipping and the holding of investments.

7. Accounting Policies

The following accounting policies have been reflected in these financial statements in compliance with IFRS:

a. Employee Benefits

The Group participates in two defined benefit pension plans. Pension costs are assessed using the projected unit credit method. The cost of providing pensions is charged to the Group Profit and Loss Account. The net of the present value of the pension obligation and the fair value of the plan assets is reflected on the Balance Sheet. Provision is made for the cost of vacation leave in respect of services rendered by employees up to the Balance Sheet date.

b. Goodwill

Goodwill represents amounts arising on acquisition of subsidiaries after 1995. It comprises the excess of the cost of acquisition over the fair value of the net identifiable assets acquired less contingent liabilities, and deemed cost at March 31, 2004. Goodwill is stated at cost, less any accumulated impairment losses. Goodwill is allocated to cash-generating units and is tested annually for impairment.



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

NOTES TO THE FINANCIAL STATEMENTS (cont'd):

7. Accounting Policies (cont'd)

c. Investments

The Group's investments are initially recognized at cost and classified at the time of purchase in accordance with IFRS. Available-for-sale investments are subsequently re-measured at fair value. The excess of the fair value of these investments over the original carrying amount is credited to the Fair Value Reserve (see Group Statement of Changes in Equity). Where fair value cannot be reliably measured, available-for-sale investments are carried at cost. Loans and receivables that have no active market are subsequently re-measured at amortised cost. Securities having a maturity date of less than one year are included in Current Assets.

d. Deferred Taxation

Deferred income tax is provided in full, using the liability method, on temporary differences between the tax bases of assets and liabilities and their carrying amounts. A tax asset is reflected for unutilized tax losses only to the extent that reversal can reasonably be expected.

e. Segment Reporting

The Group is organized into three business segments:

- Banana Division – This comprises the growing, sourcing, ripening, marketing and distribution of bananas, and the operation of a shipping line that *inter alia* transports bananas to the United Kingdom.
- Fresh & Processed Foods Division – This comprises the sourcing, marketing and distribution of fresh produce (other than bananas), and the production and marketing of fresh juices, drinks and other freshly prepared foods and tropical snacks.
- Corporate segment – This comprises interest and investment income net of the cost of corporate functions not directly charged to business units.

8. Segment Results

Segment results are as follows:

	Unaudited 24 weeks ended <u>June 17, 2006</u> \$ 000	Unaudited 24 weeks ended <u>June 18, 2005</u> \$ 000
<u>Revenue</u>		
Banana Division	5,994,012	4,550,038*
Fresh & Processed Foods Division	8,794,932	7,365,618*
Corporate	82,373	61,978
Total	<u>14,871,317</u>	<u>11,977,634</u>
<u>Profit before tax and minority interest</u>		
Banana Division	91,176	(62,833)
Fresh & Processed Foods Division	263,944	144,794
Corporate	19,469	22,863♦
Total	<u>374,589</u>	<u>104,824</u>

* Reclassified to conform with 2006 presentation

♦ Restated for consolidation of the ESOP



JAMAICA PRODUCERS GROUP LIMITED

UNAUDITED GROUP RESULTS
24 WEEKS ENDED JUNE 17, 2006

NOTES TO THE FINANCIAL STATEMENTS (cont'd):

9. Foreign Currency Translation

Overseas revenues and expenses have been translated at effective exchange rates of J\$114.95 (2005: J\$113.37) to £1 and J\$65.25 (2005: J\$61.47) to US\$1.

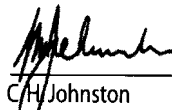
Adjustments have been made for exchange gains and losses on foreign currency assets and liabilities at June 17, 2006 and June 18, 2005 based upon the following exchange rates:

	<u>J\$/£</u>	<u>J\$/US\$</u>
June 17, 2006	119.41	65.66
December 31, 2005	108.84	64.18
June 18, 2005	110.15	61.39
December 31, 2004	115.68	61.27

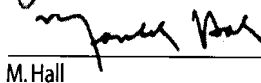
10. Seasonal Variations

There are significant seasonal variations in some of the Group's activities, and so the results for any period are not necessarily indicative of the final results for the whole year.

On behalf of the Board



C.H. Johnston Chairman



M. Hall Managing Director

July 21, 2006