

The Jamaica Livestock Association Limited
Consolidated Balance Sheet
Quarter ended February 29, 2008

	Unaudited as at February 29, <u>2008</u> \$'000	Derived from the audited as at November 30, <u>2007</u> \$'000	Unaudited as at February 28, <u>2007</u> \$'000
Assets			
Other assets	0	0	626
Investments	3,495	3,020	3,220
Property, plant and equipment	213,245	215,792	221,227
Pension asset	56,097	55,277	52,320
Total non-current assets	272,837	274,089	277,393
Cash	6,451	12,476	10,578
Accounts receivable	36,221	67,185	43,634
Taxation recoverable	2,415	2,413	1,920
Inventories	259,735	246,953	243,517
Total current assets	304,822	329,027	299,649
Total assets	577,659	603,116	577,042
Equity			
Share capital	115,877	115,877	115,877
Capital reserves	74,441	74,441	74,441
Investment revaluation reserve	1,150	675	1,693
Retained earnings	11,415	10,489	37,770
Total equity	202,883	201,482	229,781
Liabilities			
Deferred tax liability	13,506	13,347	24,315
Long-term liabilities	79,355	79,355	46,797
Post retirement obligation	539	534	524
Total non-current liabilities	93,400	93,236	71,636
Bank overdraft	94,240	65,305	28,462
Current portion of long-term liabilities	16,662	22,221	25,162
Due to related parties	43,527	43,527	51,675 *
Accounts payable	124,976	175,375	168,356 *
Taxation payable	1,970	1,970	1,970
Total current liabilities	281,375	308,398	275,625
Total liabilities	374,776	401,634	347,261
Total equity and liabilities	577,659	603,116	577,042

* After reclassification to conform to current year presentation

The Jamaica Livestock Association Limited
Consolidated Profit and Loss Account
Quarter ended February 29, 2008

	Unaudited Three months to 29-Feb-08 \$'000	Unaudited Three months to 28-Feb-07 \$'000
Gross operating revenue	269,366	305,843
Cost of operating revenue	(180,360)	(209,512)
Gross profit	<u>89,005</u>	<u>96,331</u>
Other operating income	3,095	2,034
	<u>92,101</u>	<u>98,364</u>
Administrative expenses	(58,068)	(59,148)
Depreciation	(4,126)	(5,471)
Other operating expenses	(13,161)	(20,225)
Profit from operations	<u>16,747</u>	<u>13,521</u>
Finance costs	(15,661)	(13,271)
Profit before taxation	<u>1,086</u>	<u>250</u>
Taxation	<u>(159)</u>	<u>885</u>
Profit for the period	<u>927</u>	<u>1,135</u>
Earnings per stock unit of \$1.00	1.61¢	1.98¢

The Jamaica Livestock Association Limited
Group Statement of Changes in Equity
Quarter ended February 29, 2008
(Unaudited)

	<u>Share capital</u> \$'000	<u>Share premium</u> \$'000	<u>Capital reserves</u> \$'000	<u>Investment revaluation reserve</u> \$'000	<u>Unappropriated profits</u> \$'000	<u>Total</u> \$'000
<u>Unaudited</u>						
Balances at November 30, 2006	115,877	0	74,441	2,175	36,635	229,128
Profit for the period	0	0	0	0	1,135	1,135
Decrease in fair value of investments	0	0	0	(482)	0	(482)
	<hr/>					
Balances at February 28, 2007	<u>115,877</u>	<u>0</u>	<u>74,441</u>	<u>1,693</u>	<u>37,770</u>	<u>229,781</u>
<u>Unaudited</u>						
Balances at November 30, 2007	115,877	0	74,441	675	10,488	201,481
Net profit for the period	0	0	0	0	927	927
Increase in fair value of investments	0	0	0	475	0	475
	<hr/>					
Balances at February 29, 2008	<u>115,877</u>	<u>0</u>	<u>74,441</u>	<u>1,150</u>	<u>11,415</u>	<u>202,883</u>

The Jamaica Livestock Association Limited
Group Statement of Cash Flows
February 29, 2008
(Unaudited)

	<u>2008</u> \$'000	<u>2007</u> \$'000
Cash Flows From Operating activities		
Net profit	927	1,135
Adjustments to reconcile net profit to net cash provided by operating activities:		
Depreciation	4,126	5,471
Gain on sale of investment	0	(328)
Deferred taxation (net)	159	(885)
Post retirement obligation	5	12
Pension asset	(820)	(209)
	<hr/> 4,397	<hr/> 5,196
(Increase)/decrease in current assets		
Accounts receivable	30,964	20,831
Taxation recoverable	(2)	(4)
Inventories	(12,782)	11,552
Increase/(decrease) in current liability		
Accounts payable	(50,399)	(20,475)
Net cash (used)/provided by operating activities	<hr/> (27,823)	<hr/> 17,100
Cash flows from investment activities		
Acquisition of investments	0	(1,000)
Additions to fixed assets	(1,579)	(1,400)
Proceeds from disposal of investments	0	2,503
Net cash (used)/provided by investment activities	<hr/> (1,579)	<hr/> 103
Cash flows from financing activities		
Bank overdraft	28,935	(8,268)
Loan (net)	(5,558)	(1,599)
Net cash provided/(used) by financing activities	<hr/> 23,377	<hr/> (9,867)
Net (decrease)/increase in cash	(6,025)	7,336
Cash at beginning of the period	12,476	3,242
Cash at end of period	<hr/> <hr/> 6,451	<hr/> <hr/> 10,578

The Jamaica Livestock Association Limited
Stockholding of Directors and Officers
As at February 29, 2008

<u>Names</u>	<u>Personal Stockholdings No. of units</u>	<u>Stockholdings in which Director/Officer has a controlling interest No of units</u>
Directors		
Dr. John Masterton	494,769	
Henry Rainford	16,308,532	8,663,810
Arthur E Barrett	Nil	
Martin Hopwood	Nil	
Richard Lake	7,046,745	6,640,239
Dr. Karl Wellington	6,338	
Steve Fong-Yee	Nil	375,997
Barclay Ewart	Nil	
Andrea Sweeney	1,099,000	

List of 10 largest blocks of shares
As at February 29, 2008

1.	H. J. Rainford	16,308,532
2.	A & S Investments Limited	7,704,320
3.	Richard Lake	7,046,745
4.	Lakeland Farms Limited	6,640,239
5.	Barrington Fields	2,322,500
6.	ScotiaBank Trust & Merchant Bank A/C 268	1,643,955
7.	Andrea Sweeney	1,099,000
8.	Richard Rainford	1,000,000
9.	Marston Gordon	941,897
10.	Alexander V. Hamilton	849,186

The Jamaica Livestock Association Limited
Notes to the Interim Consolidated Financial Statements
Quarter ended February 29, 2008

1. Group' operations

The principal activities of the group are the sale of animal health products, hardware, lumber, farm equipment and supplies and day-old chicks, transportation and the manufacture and sale of animal feed, the operation of a wharf and grain off-loading facilities.

The operations of JLA Feeds Limited and JLA Hatchery Limited are carried out by the company with effect from September 1, 2005. All of the property, assets and rights of JLA Feeds Limited and JLA Hatchery Limited have been transferred and vested in The Jamaica Livestock Association Limited by virtue of a court order dated November 9, 2006. The Company and its subsidiary are incorporated and domiciled in Jamaica.

2. Basis of preparation

These financial statements have been prepared in accordance, and comply with, International Financial Reporting Standards (IFRS) and their interpretations adopted by the International Accounting Standards Board, and have been prepared on the historical cost basis modified for the inclusion of certain available-for-sale investments at fair value.

The accounting policies used in the preparation of the interim consolidated financial statements are consistent with those used in the year-end audited consolidated financial statements.

3. Gross operating revenue

Gross operating revenue represents the invoiced value of sales by the Group net of returns and General Consumption Tax.

4. Accounting policies

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

(a) 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 unutilised tax losses only to the extent that reversal can reasonably be expected.

(b) 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 remeasured at fair value. Unrealised gains or losses arising from changes in fair value are taken to investment revaluation reserve.

(c) Property, plant and equipment :

Property, plant and equipment are stated at cost or deemed cost less accumulated depreciation and impairment losses.

(d) Employee benefits

Employee benefits comprise pension and post-retirement life insurance benefits. The group's net obligation in respect of defined benefit pension plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and future periods; that value is discounted to determine the present value, and the fair value of the plan assets deducted. Where the fair value of plan assets exceeds the present value of the obligation, a pension asset is recorded to the extent of economic benefits which can be obtained in the form of reduction in future contributions to the plan. The obligation is calculated using the projected unit credit method.

The obligation in respect of post retirement benefit is computed on a basis similar to that for the defined benefit pension plan.

The Jamaica Livestock Association Limited
Notes to the Interim Consolidated Financial Statements
Quarter ended February 29, 2008

4. Accounting policies (cont'd)

(e) Segment reporting

The Group is organised into three business segments which provide products that are subject to risks and returns dissimilar to each other:

- a. Animal feed – milling, manufacture and sale of animal feeds;
- b. Poultry – production and sale of day old chicks.
- c. Merchandise – sale of animal health products, hardware, lumber, and farm equipment.

5. Segment results

	\$'000
Sales	
Animal feeds	149,547
Poultry	63,883
Merchandise	<u>55,935</u>
	<u>269,366</u>
Profit before tax	
Animal feeds	637
Poultry	272
Merchandise	<u>178</u>
	<u>1,086</u>

6. Taxation

Taxation on the consolidated profit and loss account comprises deferred tax charge for the period.

7. Earnings per stock unit

The calculation of earnings per stock unit is based on the group's net profit for the period and 57,452,517 preference stock units in issue.

8. Dividends

These represent amounts paid on 7 ½% preference stock units of the company. These dividends are an allowable charge for taxation purposes in accordance with the provisions of the Income Tax Act.

On behalf of the Board

John Masterton
Chairman

Henry Rainford
Managing Director

2-Jun-08

