

The Jamaica Livestock Association Limited
Consolidated Balance Sheet
November 30, 2008

	Unaudited as at November 30 2008	Derived from the audited as at November 30, 2007
	\$'000	\$'000
Assets		
Investments	2,543	3,020
Property, plant and equipment	958,223	215,792
Pension asset	52,499	55,277
Total non-current assets	<u>1,013,265</u>	<u>274,089</u>
Cash	1,247	12,476
Accounts receivable	36,014	67,185
Taxation recoverable	2,301	2,413
Inventories	182,371	246,953
Total current assets	<u>221,934</u>	<u>329,027</u>
Total assets	<u>1,235,199</u>	<u>603,116</u>
Equity		
Share capital	115,877	115,877
Capital reserves	74,441	74,441
Investment revaluation reserve	198	675
Revaluation surplus	476,554	
Retained (deficit) / earnings	-205,649	10,489
Total equity	461,421	201,482
Liabilities		
Long-term liabilities	101,955	79,355
Deferred tax liability	250,631	13,347
Post retirement obligation	735	534
Total non-current liabilities	<u>353,321</u>	<u>93,236</u>
Bank overdraft	159,157	65,304
Current portion of long-term liabilities	31,398	22,221
Due to related parties	84,771	43,527
Taxation payable	1,970	1,970
Accounts payable	143,162	175,375
Total current liabilities	420,457	308,398
Total liabilities	773,778	401,634
Total equity and liabilities	<u>1,235,199</u>	<u>603,116</u>

The Jamaica Livestock Association Limited
Consolidated Profit and Loss Account
Quarter ended November 30, 2008

	Unaudited Three months to 30-Nov-08	Unaudited Three months to 30-Nov-07	Unaudited Twelve months to 30-Nov-08	Derived from the audited 30-Nov-07
	\$'000	\$'000	\$'000	\$'000
Gross operating revenue	247,213	280,458	1,007,509	1,199,104
Cost of operating revenue	-300,878	-199,448	-808,033	-847,821
Gross profit	-53,665	81,010	199,476	351,283
Other income				
Interest received	22	140	136	507
Dividends received	142	30	165	30
Miscellaneous	-548	11,794	23,540	18,468
	-384	19,005	23,841	19,005
	-54,049	92,974	223,317	370,288
Administrative expenses	-128,508	-99,908	-313,628	-281,680
Other Operating Expenses	-16,380	-5,561	-70,195	-65,048
Depreciation	4,862	-2,467	-10,176	-18,866
	-140,026	-107,936	-393,999	-365,594
Profit from operations	-194,075	-14,962	-170,682	4,694
Finance costs	-5,128	-1,499	-38,741	-38,384
Loss before taxation	-199,203	-16,461	-209,423	-33,690
Taxation	438	-11,394	0	-11,853
Loss for the period	-199,641	-5,067	-209,423	-21,837
Loss per stock unit of \$1.00	(\$3.47)	(\$0.09)	(\$3.65)	(\$0.38)

The Jamaica Livestock Association Limited
Consolidated Statement of Changes in Equity
Quarter ended November 30, 2008
(Unaudited)

	<u>Share capital</u> \$'000	<u>Capital reserves</u> \$'000	<u>Investment revaluation reserve</u> \$'000	<u>Revaluation Surplus</u> \$'000	<u>Retained earnings</u> \$'000	<u>Total</u> \$'000
Balances at November 30, 2006	115,877	74,441	2,175		36,257	228,750
Net Loss for the period	0	0	0		-21,837	-21,837
Realized gain on sale of investment transferred to income statement			-448			-448
Dividends paid (note 8)	0	0	0		-4,309	-4,309
Decrease in fair value of investments	0	0	-1,052		0	-1,052
Balances at November 30, 2007	115,877	74,441	675		10,111	201,104
<u>Unaudited</u>						
Net Loss for the period					-209,638	-209,638
Dividends paid (note 8)					-4,309	-4,309
Decrease in fair value of investments			-477			-477
Increase in Asset Revaluation				476,554		476,554
Balances at November 30, 2008	115,877	74,441	198	476,554	-203,836	463,234
Retained in the financial statements of:	115,877	74,441	198	476,554	-205,649	461,421
The company					1,813	1,813
Subsidiary						
	115,877	74,441	198	476,554	-203,836	463,234

The Jamaica Livestock Association Limited
Consolidated Statement of Cash Flows
Quarter ended November 30, 2008
(Unaudited)

CASH FLOWS FROM OPERATING ACTIVITIES

	2008	2007
	\$'000	\$'000
Net loss	-209,638	-21,383
Adjustments for:	0	0
Depreciation	10,176	18,856
Gain on sale of investment	0	-326
Pension asset	2,778	-3,166
Post retirement obligation	201	22
Deferred taxation (net)	-1,987	-11,853
Interest income	-138	-448
Interest expense	38,741	38,382
	<u>49,771</u>	<u>41,467</u>
	-159,867	20,084
Change in other assets	0	626
Change in Accounts receivable	31,171	-3,579
Change in taxation recoverable	-4	-468
Change in inventories	64,582	8,116
Change in accounts payable	-31,821	-13,421
Due to related parties	39,163	-7,796
	<u>102,498</u>	<u>-16,522</u>
	-57,152	3,562
Interest paid	-38,741	-38,382
	<u>-95,893</u>	<u>-34,820</u>
Net cash used by operating activities		
Interest received	138	448
Additions to property, plant and equipment	-36,783	-9,360
Acquisition of investments	0	-1,820
Proceeds from disposal of investments	0	2,503
	<u>-36,647</u>	<u>-8,229</u>
Bank overdraft	93,853	28,574
Loan (net)	31,777	28,018
Dividends paid	-4,309	-4,309
	<u>121,320</u>	<u>52,283</u>
Net (decrease) / increase in cash	-11,220	9,234
Cash at beginning of the period	<u>12,466</u>	<u>3,232</u>
Cash at end of period	<u>-11,220</u>	<u>12,466</u>

The Jamaica Livestock Association Limited
Stockholding of Directors and Officers
As at November 30, 2008

Names	Personal Stockholdings	Stockholdings in which Director/Officer has a controlling interest
Dr. John Masterton	494,769	
Henry Rainford	17,527,366	8,824,110
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 November 30, 2008

1.	H. J. Rainford	17,527,366
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	1,643,955
7.	Andrea Sweeney	1,099,000
8.	Richard Rainford	1,000,000
9.	Alexander V. Hamilton	849,186
10.	John H Lindsay	822,500

The Jamaica Livestock Association Limited
Notes on the Interim Consolidated Financial Statements
Quarter ended November 30, 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 the JLA Feeds Limited and JLA Hatchery Limited are carried out by the company with effective 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

The 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.

The significant accounting policies used in the preparation of the interim financial statements are consistent with those used in the year-end audited financial statements. These are summarized below and conform in all material respects to IFRS and the Companies Act.

3. Gross Operating Revenue

Gross operating income includes \$14.2 Million obtained in April 2008 as compensation for the relocation of a branch.

4. Accounting Policies

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

The Jamaica Livestock Association Limited
Notes on the Interim Consolidated Financial Statements
Quarter ended November 30, 2008

Accounting policies (cont'd)

(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 unutilized 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 re-measured at fair value. Unrealized gains or losses arising from changes in fair value are taken to investments 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 on the Interim Consolidated Financial Statements
Quarter ended November 30, 2008

Accounting policies (cont'd)

(e) **Segment Reporting**

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

- i.* Animal Feed – milling, manufacture, and sale of animal feeds.
- ii.* Poultry – production and sale of day-old chicks.
- iii.* Merchandise – sale of animal health products, hardware, lumber, and farm equipment.

5. Segment Results	\$'000	Profit before tax
	Sales	
Animal feeds	567,190	-162,014
Poultry	228,791	-31,330
Merchandise	211,528	-16,293
Total	<u>1,007,509</u>	<u>-209,638</u>

6. Taxation

The company sustained a taxable loss during the period and is not liable for income tax.

The Jamaica Livestock Association Limited
Notes on the Interim Consolidated Financial Statements
Quarter ended November 30, 2008

Accounting policies (cont'd)

7. Earnings Per Stock Unit

The calculation of earnings per stock unit is based on the group's net profit for the period and \$57,542,523 preference stock units in issue.

8. Dividends

These represent amounts paid on 7.5 % 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

29 January, 2009.