

The Jamaica Livestock Association Limited
Consolidated Balance Sheet

	Unaudited as at August 31, 2009	(Re-stated) Unaudited as at August 31, 2008	Audited as at November 30 2008
	\$'000	\$'000	\$'000
Assets			
Investments	1,669	3,020	2,543
Property, plant and equipment	947,323	527,239	958,430
Pension asset	52,499	58,422	52,499
Total non-current assets	1,001,491	588,681	1,013,472
Cash	2,266	2,247	1,257
Accounts receivable	20,599	75,365	56,273
Taxation recoverable	2,418	2,418	2,418
Inventories	179,736	230,908	179,974
Total current assets	205,019	310,938	239,922
Total assets	1,206,510	899,619	1,253,394
Equity			
Share capital	115,877	115,877	115,877
Capital reserves	612,248	290,542	612,248
Investment revaluation reserve	(676)	675	198
Retained (deficit) / earnings	(213,554)	(53,211)	(155,456)
Total equity	513,895	353,883	572,867
Liabilities			
Long-term liabilities	98,834	114,355	98,553
Deferred tax liability	104,097	106,167	131,638
Post retirement obligation	735	549	735
Total non-current liabilities	203,666	221,071	230,926
Bank overdraft	161,542	47,042	109,158
Current portion of long-term liabilities	35,245	5,541	34,800
Due to related parties	113,204	75,749	82,934
Taxation payable	1,970	1,970	1,970
Accounts payable	176,988	194,363	220,739
Total current liabilities	488,949	324,665	449,601
Total liabilities	692,615	545,736	680,527
Total equity and liabilities	1,206,510	899,619	1,253,394

The Jamaica Livestock Association Limited
Consolidated Profit and Loss Account
Quarter ended August 31, 2009

	Unaudited Three months to August 31, 2009	Re-stated Unaudited Three months to August 31, 2008	Unaudited Nine months to August 31, 2009	Re-stated Unaudited Nine months to August 31, 2008
	\$'000	\$'000	\$'000	\$'000
Gross operating revenue	194,421	234,027	688,150	760,296
Cost of operating revenue	(124,075)	(168,303)	(455,481)	(507,155)
Inventory losses		(30,043)		(90,129)
Gross profit	70,346	35,681	232,669	163,012
Other income				
Interest received	4		400	90
Dividends received	26		36	
Miscellaneous	2,066	4,802	6,203	23,998
	2,096	4,802	6,639	24,088
	72,442	40,483	239,308	187,100
Administrative expenses	(58,410)	(54,775)	(142,944)	(175,419)
Other Operating Expenses	(27,507)	(15,819)	(86,268)	(53,815)
Depreciation	(5,868)	(5,456)	(17,388)	(15,038)
	(91,785)	(76,050)	(246,600)	(244,272)
Profit from operations	(19,343)	(35,567)	(7,292)	(57,172)
Foreign Exchange Loss	1,833	92	(23,868)	(1,750)
Finance cost	(17,651)	(11,532)	(51,462)	(33,612)
Profit/() loss before tax	(35,161)	(47,007)	(82,622)	(92,534)
Taxation	11,720	15,669	27,541	30,845
Profit/() loss after tax	(23,441)	(31,338)	(55,081)	(61,689)
Profit/() loss per stock unit of \$1.00	(\$0.41)	(\$0.55)	(\$0.96)	(\$1.07)

The Jamaica Livestock Association Limited
Consolidated Statement of Cash Flows
Nine months ended August 31, 2009
(Unaudited)

(Re-stated)

	2009	2008
	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit/(loss)	(55,081)	(61,689)
Adjustments for:		
Depreciation	17,388	15,038
Gain on sale of investment		(3,145)
Pension asset		15
Post retirement obligation	(27,541)	(30,845)
Deferred taxation (net)	(400)	(90)
Interest income	51,462	33,612
Interest expense	<u>(14,172)</u>	<u>(47,104)</u>
Change in other assets:		
Change in Accounts receivable	35,674	(8,180)
Change in taxation recoverable	0	(3)
Change in inventories	238	16,045
Change in accounts payable	(43,751)	34,601
Due to related parties	<u>30,270</u>	<u>32,222</u>
	22,431	74,685
	8,259	27,580
Interest paid	(51,462)	(33,612)
Net cash provided by operating activities	<u>(43,203)</u>	<u>(6,032)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	400	90
Additions to property, plant and equipment	<u>(6,281)</u>	<u>(2,333)</u>
	<u>(5,881)</u>	<u>(2,243)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank overdraft	52,384	(18,263)
Dividends paid	(3,016)	(2,011)
Loan (net)	725	18,320
	<u>50,093</u>	<u>(1,954)</u>
Net increase/() decrease in cash	1,009	(10,229)
Cash at beginning of the period	<u>1,257</u>	<u>12,476</u>
Cash at end of period	<u>2,266</u>	<u>2,247</u>

The Jamaica Livestock Association Limited
Consolidated Statement of Changes in Equity
Nine months to August 31, 2009
(Unaudited)

	<u>Share capital</u> \$'000	<u>Capital reserves</u> \$'000	<u>Investment revaluation reserve</u> \$'000	<u>Retained Earnings</u> \$'000	<u>Total</u> \$'000
Balances at November 30, 2007	115,877	74,441	675	10,489	201,482
Profit for the period				(61,689)	(61,689)
Dividends				(2,011)	(2,011)
Revaluation surplus on plant & equipment		216,101			216,101
Balances at August 31, 2008	<u>115,877</u>	<u>290,542</u>	<u>675</u>	<u>(53,211)</u>	<u>353,883</u>
Unaudited					
Balances at November 30, 2008	115,877	612,248	198	(155,456)	572,867
Net Loss for the period				(55,081)	(55,081)
Dividends				(3,016)	(3,016)
Decrease in fair value of investments			(874)		(874)
Balances at August 31, 2009	<u>115,877</u>	<u>612,248</u>	<u>(676)</u>	<u>(213,554)</u>	<u>513,895</u>

The Jamaica Livestock Association Limited
Stockholding of Directors and Officers
As at August 31, 2009

Names	Personal Stockholdings No. of units	Stockholdings in which Director/Officer has a controlling interest No of units
Directors		
Henry Rainford	18,038,773	9,663,810
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 August 31, 2009

1.	H. J. Rainford	18,038,773
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 August 31, 2009

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. 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 August 31, 2009

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 August 31, 2009

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 cement

	SEGMENT RESULTS			
	FEEDS	POULTRY	MERCHANDISE	TOTAL
Revenue from External Customers	343,740	208,185	136,225	688,150
Segment results	(40,626)	38,198	(35,370)	(37,799)
Interest and other income				6,639
Loss from operations				(31,160)
Finance costs				(51,462)
Taxation				27,541
Loss for the period				<u>(55,081)</u>
Segment assets	628,964	185,148	339,899	1,154,011
Unallocated Assets				52,499
Total assets				1,206,510
Segment Liabilities	318,265	117,620	255,995	691,879
Unallocated liabilities				735
Total Liabilities				692,614
Capital expenditure	276	1,331	4,674	6,281
Depreciation	7,704	1,685	7,999	17,388

The Jamaica Livestock Association Limited
Notes on the Interim Consolidated Financial Statements
Quarter ended August 31, 2009

Accounting policies (cont'd)

4. Taxation

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


5. 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.


6. 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



Henry Rainford
Chairman



Byron Thomson
Director

5-Oct-09