


# **MONTEGO BAY ICE COMPANY LIMITED**

## **Balance Sheet** **December 31, 2009**

|  | <u>Company</u>      |                     | <u>Group</u>       |                     |
|--|---------------------|---------------------|--------------------|---------------------|
|  | <u>2009</u>         | <u>2008</u>         | <u>2009</u>        | <u>2008</u>         |
| <b>CURRENT ASSETS</b>  |                     |                     |                    |                     |
| Cash and cash equivalents  | 1,508,164           | 8,591,040           | 37,307,148         | 39,744,395          |
| Resale agreements  | 28,156,630          | 21,678,652          | 28,156,630         | 21,678,652          |
| Accounts receivable  | 3,006,483           | 4,427,369           | 3,027,976          | 4,523,673           |
| Inventories  | 1,813,909           | 2,233,475           | 1,813,909          | 2,233,475           |
| Taxation recoverable   | 389,469             | 1,633,641           | 389,469            | 1,841,668           |
| <b>Total current assets</b>                                      | <b>34,874,653</b>   | <b>38,564,177</b>   | <b>70,695,132</b>  | <b>70,021,863</b>   |
| <b>CURRENT LIABILITIES</b>                                       |                     |                     |                    |                     |
| Bank overdraft (unsecured)                                       | ( 401,586)          | ( 686,833)          | ( 401,586)         | ( 686,833)          |
| Accounts payable   | (2,377,986)         | ( 3,356,658)        | ( 3,445,305)       | ( 4,448,114)        |
| Due to subsidiary  | (9,575,540)         | ( 9,190,737)        | -                  | -                   |
| Taxation payable   | -                   | -                   | ( 1,160,417)       | ( 1,656,727)        |
| Dividends unclaimed  | ( 576,692)          | ( 576,008)          | ( 576,692)         | ( 576,008)          |
| <b>Total current liabilities</b>                                 | <b>(12,931,805)</b> | <b>(13,810,236)</b> | <b>(5,584,000)</b> | <b>( 7,367,682)</b> |
| <b>Net current assets</b>  | <b>22,942,848</b>   | <b>24,753,941</b>   | <b>65,111,132</b>  | <b>62,654,181</b>   |
| <b>NON-CURRENT ASSETS</b>  |                     |                     |                    |                     |
| Interest in subsidiaries   | 40,001              | 40,001              | -                  | -                   |
| Investment properties  | 9,918,812           | 9,938,487           | 62,783,130         | 60,404,252          |
| Property, plant & equipment                                      | 32,147,074          | 33,447,408          | 34,057,107         | 35,757,442          |
| <b>Total non-current assets</b>                                  | <b>41,705,887</b>   | <b>43,425,896</b>   | <b>96,840,237</b>  | <b>96,161,694</b>   |
| <b>Total assets less current liabilities</b>                     | <b>63,648,735</b>   | <b>68,179,837</b>   | <b>161,951,368</b> | <b>158,815,875</b>  |
| <b>Financed by:</b>  |                     |                     |                    |                     |
| <b>EQUITY</b>  |                     |                     |                    |                     |
| Share capital  | 1,242,302           | 1,242,302           | 1,242,302          | 1,242,302           |
| Reserves   | 62,406,434          | 66,937,535          | 126,686,153        | 126,126,313         |
| <b>Total equity attributable to equity holders of the parent</b> | <b>63,648,736</b>   | <b>68,179,837</b>   | <b>127,928,455</b> | <b>127,368,615</b>  |
| Minority interests   | -                   | -                   | 32,189,956         | 29,614,303          |
| <b>Total equity</b>  | <b>63,648,736</b>   | <b>68,179,837</b>   | <b>160,118,411</b> | <b>156,982,918</b>  |
| <b>NON-CURRENT LIABILITY</b>                                     |                     |                     |                    |                     |
| Deferred tax liability   | -                   | -                   | 1,832,957          | 1,832,957           |
| <b>Total equity and non-current liability</b>                    | <b>63,648,736</b>   | <b>68,179,837</b>   | <b>161,951,368</b> | <b>158,815,875</b>  |

  
 \_\_\_\_\_ Director  
 Peter Hart

  
 \_\_\_\_\_ Director  
 Theresa Chin

# **MONTEGO BAY ICE COMPANY LIMITED**

## **Income Statements** **Year ended December 31, 2009**

|   | <u>Company</u>      |                          | <u>Group</u>       |                          |
|---|---------------------|--------------------------|--------------------|--------------------------|
|   | <u>2009</u>         | <u>2008</u><br>Restated* | <u>2009</u>        | <u>2008</u><br>Restated* |
| Continuing operations   |                     |                          |                    |                          |
| Gross operating revenue   | 20,373,964          | 6,818,417                | 33,838,870         | 15,906,480               |
| Cost of operating revenue   | ( 17,260,230)       | ( 2,916,829)             | (17,260,230)       | ( 2,916,829)             |
| Gross operating profit  | <u>3,113,734</u>    | <u>3,901,588</u>         | <u>16,578,640</u>  | <u>12,989,651</u>        |
| Other income/(expense):   |                     |                          |                    |                          |
| Foreign exchange gains  | 3,379,912           | 3,373,635                | 7,117,040          | 7,254,000                |
| Interest income   | 1,803,608           | 2,408,209                | 2,726,922          | 3,232,622                |
| Gain on disposal of investment properties   | 668,162             | -                        | 668,162            | -                        |
| Interest on Preference Shares   | 600                 |                          | 600                |                          |
| Other income  | <u>1,803,608</u>    | <u>73,225</u>            | <u>2,726,922</u>   | <u>73,225</u>            |
|   | <u>5,851,082</u>    | <u>5,855,069</u>         | <u>10,511,524</u>  | <u>10,559,847</u>        |
|   | 8,964,816           | 9,756,657                | 27,090,163         | 23,549,498               |
| Administration and other expenses   | (13,974,913)        | (19,282,200)             | (20,649,085)       | (23,640,737)             |
| Loss from continuing operations before finance cost and taxation                        | ( 5,010,097)        | ( 9,525,543)             | 6,441,078          | ( 91,239)                |
| Finance costs   | ( 15,657)           | ( 33,641)                | ( 15,657)          | ( 33,641)                |
| Loss from continuing operations before taxation   | (5,025,754)         | ( 9,559,184)             | 6,425,421          | ( 124,880)               |
| Taxation credit/(expense)   | <u>493,971</u>      | <u>177,526</u>           | <u>(3,290,241)</u> | <u>( 2,288,396)</u>      |
| Loss from continuing operations after taxation  | ( 4,531,782)        | ( 9,381,658)             | 3,135,180          | ( 2,413,276)             |
| Discontinued operations   |                     |                          |                    |                          |
| (Loss)/profit from discontinued operations  | ( - )               | (12,990,645)             | ( - )              | (12,990,645)             |
| (Loss)/profit for the year  | <u>(4,531,782)</u>  | <u>(22,372,303)</u>      | <u>3,135,180</u>   | <u>(15,403,921)</u>      |
| Attributable to:  |                     |                          |                    |                          |
| Equity holders of the company   | (4,531,782)         | (22,372,303)             | 579,526            | (17,726,715)             |
| Minority interest   | -                   | -                        | <u>2,555,654</u>   | <u>2,322,794</u>         |
|   | <u>(4,531,782)</u>  | <u>(22,372,303)</u>      | <u>3,135,180</u>   | <u>(15,403,921)</u>      |
| (Loss)/profit attributable to equity holders dealt with in the financial statements of: |                     |                          |                    |                          |
| The company   | (4,531,782)         | (22,372,303)             | (4,531,782)        | (22,372,303)             |
| The subsidiaries  | -                   | -                        | <u>5,111,308</u>   | <u>4,645,588</u>         |
| (Loss)/profit for the year attributable to members                                      | <u>( 4,531,782)</u> | <u>(22,372,303)</u>      | <u>579,526</u>     | <u>(17,726,715)</u>      |
| (Loss)/earnings per ordinary stock unit   | <u>( 0.73)¢</u>     | <u>( 3.63)¢</u>          | <u>( 0.09)¢</u>    | <u>( 2.88)¢</u>          |

\* Restated. (Discontinued operations ).

**MONTEGO BAY ICE COMPANY LIMITED**

**Company Statement of Changes in Equity**  
**Year ended December 31, 2009**

|  | <u>Share capital</u> | <u>Capital reserves</u> |                 | <u>Revenue reserves</u>  |                     |
|--|----------------------|-------------------------|-----------------|--------------------------|---------------------|
|  |                      | <u>Share premium</u>    | <u>Realised</u> | <u>Retained earnings</u> | <u>Total</u>        |
| Balances at December 31, 2007                    | 1,242,302            | 19,229,822              | 2,055,852       | 68,024,164               | 90,552,140          |
| Loss, being total recognised losses for the year | <u>-</u>             | <u>-</u>                | <u>-</u>        | <u>(22,372,303)</u>      | <u>(22,372,303)</u> |
| Balances at December 31, 2008                    | 1,242,302            | 19,229,822              | 2,055,852       | 45,651,861               | 68,179,837          |
| Loss, being total recognized losses for the year | <u>-</u>             | <u>-</u>                | <u>-</u>        | <u>(4,531,782)</u>       | <u>(4,531,782)</u>  |
| Balances at December 31, 2009                    | 1,242,302            | 19,229,822              | 2,055,852       | 41,120,079               | 41,120,079          |

**MONTIGO BAY ICE COMPANY LIMITED**

**Group Statement of Changes in Equity**  
**Year ended December 31, 2009**

|   | <u>Capital reserves</u> |                      |                 | <u>Revenue reserves</u>  | <u>Parent company stockholders' equity</u> | <u>Minority interest</u> | <u>Total equity</u> |
|---|-------------------------|----------------------|-----------------|--------------------------|--|--------------------------|---------------------|
|   | <u>Share capital</u>    | <u>Share premium</u> | <u>Realised</u> | <u>Retained earnings</u> |  |                          |                     |
| Balances at December 31, 2007                     | 1,242,302               | 19,229,822           | 2,055,852       | 122,567,354              | 145,095,330                                | 27,291,509               | 172,386,839         |
| Loss, being total recognised gains for the year   | -                       | -                    | -               | (17,726,715)             | (17,726,715)                               | 2,322,794                | (15,403,921)        |
| Balances at December 31, 2008                     | 1,242,302               | 19,229,822           | 2,055,852       | 104,840,639              | 127,368,615                                | 29,614,303               | 156,982,918         |
| Loss, being total recognized gains for the year   | -                       | -                    | -               | 579,526                  | 579,526                                    | 2,555,654                | 3,135,180           |
| Balances at December 31, 2008                     | 1,242,302               | 19,229,822           | 2,055,852       | 105,420,165              | 127,948,141                                | 32,169,957               | 160,118,098         |
| Profit, being total recognised gains for the year |                         |                      |                 |                          |  |                          |                     |

Retained earnings dealt with in the financial statements of:

|                  | <u>2009</u>        | <u>2008</u>        |
|------------------|--------------------|--------------------|
| The company      | 41,120,079         | 45,651,861         |
| The subsidiaries | 64,300,086         | 59,188,778         |
|                  | <u>105,420,165</u> | <u>104,840,639</u> |

**MONTEGO BAY ICE COMPANY LIMITED****Group Statement of Cash Flows**  
**Year ended December 31, 2009**

|   | <u>Notes</u> | <u>2009</u>        | <u>2008</u>       |
|---|--------------|--------------------|-------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>               |              |                    |                   |
| (Loss)/profit for the year attributable to members        |              | 3,135,180          | (15,403,921)      |
| Adjustments for:  |              |                    |                   |
| Interest income   | ( 2,726,922) | ( 2,726,922)       | ( 3,232,722)      |
| Loss on disposal of plant & machinery                     | 668,162      | 668,162            | 231,851           |
| Loss on disposal of investment properties                 |              | -                  | -                 |
| Depreciation  | 2,790,700    | 2,790,700          | 2,341,003         |
| Impairment loss on plant & machinery                      |              |                    | 5,460,124         |
| Interest expense  | 15,657       | 15,657             | 33,641            |
| Taxation  |              |                    | <u>2,288,396</u>  |
| Operating (loss)/profit before changes in working capital |              | 3,882,777          | ( 8,281,628)      |
| Decrease/(increase) in current assets:                    |              |                    |                   |
| Accounts receivable                                       | 3,365,172    | 3,365,172          | 3,595,675         |
| Inventories   | 419,566      | 419,566            | 239,328           |
| Increase/(decrease) in current liabilities:               |              |                    |                   |
| Accounts payable  | (1,002,699)  | (1,002,699)        | ( 2,290,740)      |
| Dividends unclaimed                                       | ( 684)       | ( 684)             | ( 996)            |
| Cash (used)/provided by operations                        |              | 6,664,133          | ( 6,738,361)      |
| Tax paid  | (3,573,854)  | (3,573,854)        | ( 1,752,364)      |
| Interest paid   | ( 15,657)    | ( 15,657)          | ( 33,641)         |
| Net cash (used)/provided by operating activities          |              | <u>3,074,622</u>   | ( 8,524,366)      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>               |              |                    |                   |
| Interest received   | 2,726,922    | 2,726,922          | 3,712,001         |
| Resale agreements   | ( 6,477,978) | ( 6,477,978)       | 11,269,106        |
| Additions to investment properties                        | (2,428,975)  | (2,428,975)        | ( 2,850,000)      |
| Additions to property, plant & equipment                  |              |                    | ( 55,700)         |
| Proceeds from disposals of property, plant & equipment    | 668,162      | 668,162            | 4,790,460         |
| Net cash provided by investing activities                 |              | <u>(5,511,869)</u> | <u>16,865,867</u> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>               |              |                    |                   |
| Bank overdraft  | ( 285,247)   | ( 285,247)         | 686,833           |
| Net increase in cash and cash equivalents                 |              | ( 2,437,247)       | 9,028,334         |
| Cash and cash equivalents at beginning of the year        |              | <u>39,744,395</u>  | <u>30,716,061</u> |
| Cash and cash equivalents at end of the year              |              | <u>37,307,148</u>  | <u>39,744,395</u> |