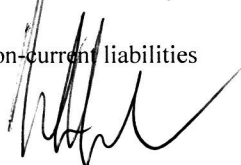


MONTEGO BAY ICE COMPANY LIMITED

Group Balance Sheet

9 Months ending September 30, 2010

	Company		Group		Audited December 2009
	Sept 2010	Sept 2009	Sept 2010	Sept 2009	
CURRENT ASSETS					
Cash and cash equivalents	3,493,889	11,297,038	37,596,259	46,332,538	37,307,148
Resale agreements	26,022,551	20,417,753	26,022,551	20,417,753	28,156,630
Accounts receivable	1,184,751	2,173,229	1,323,122	2,335,758	2,981,341
Inventories	2,009,768	2,147,270	2,009,768	2,147,270	1,813,909
Taxation recoverable	442,441	391,162	796,384	1,989,309	640,474
Total current assets	33,153,401	36,426,452	67,748,085	73,222,628	70,899,502
CURRENT LIABILITIES					
Bank Overdraft	(1,133,173)		(1,133,173)		(401,586)
Accounts payable	(2,263,853)	(3,996,783)	(3,244,393)	(4,997,243)	(4,094,688)
Due to subsidiary	(14,171,719)	(9,404,965)			-
Taxation payable		-	1,750,432	-	(653,152)
Dividends	(576,092)	(576,008)	(576,092)	(576,008)	(576,692)
Total current liabilities	(18,144,837)	(13,977,756)	(3,203,227)	(5,573,251)	(5,726,118)
NET CURRENT ASSETS	15,008,564	22,448,696	64,544,858	67,649,377	65,173,384
NON-CURRENT ASSETS					
Interest in subsidiaries	40,001	40,001	-	-	-
Investment properties	9,904,795	9,923,731	62,386,206	64,135,347	63,245,135
Property, plant & equipment	28,234,552	32,492,393	29,805,375	34,455,644	30,743,180
Total non-current assets	38,179,347	42,456,125	92,191,580	98,590,991	93,988,315
Total assets less current liabilities	53,187,912	64,904,820	156,736,438	166,240,368	159,161,699
Financed by:					
EQUITY					
Share capital	1,242,302	1,242,302	1,242,302	1,242,302	1,242,302
Reserves	51,945,610	63,662,518	120,383,858	159,598,457	123,882,581
	53,187,912	64,904,820	121,626,160	160,840,759	125,124,883
MINORITY INTEREST	-	-	33,595,092	3,566,652	32,521,630
Total equity	53,187,912	64,904,820	155,221,252	164,407,411	157,646,513
NON-CURRENT LIABILITIES					
Deferred tax liability	-	-	1,515,186	1,832,957	1,515,186
Total non-current liabilities	53,187,912	64,904,820	156,736,438	166,240,368	159,161,699



Director

Mark Hart



Director

Theresa Chin

MONTEGO BAY ICE COMPANY LIMITED

Statement of Comprehensive Income
Period ending September 30, 2010

	Company		Group			
	3 Months to September 2010	3 Months to September 2009	3 Months to September 2010	3 Months to September 2009	9 Months to September 2009	9 Months to September 2010
Gross operating revenue	5,076,623	6,389,688	8,835,676	9,822,482	24,765,123	25,997,414
Cost of operating revenue	<u>(4,136,209)</u>	<u>(4,514,361)</u>	<u>(4,136,209)</u>	<u>(4,514,361)</u>	<u>(10,688,858)</u>	<u>(12,625,767)</u>
Gross operating profit	940,414	1,875,326	4,699,467	5,308,121	14,076,266	13,371,648
Other income/(expense):						
Foreign exchange gains	(4,417)	161,781	16,293	339,880	6,830,897	(2,671,055)
Interest income	<u>379,502</u>	<u>463,256</u>	<u>470,179</u>	<u>701,269</u>	<u>2,033,497</u>	<u>1,761,081</u>
	<u>375,085</u>	<u>625,037</u>	<u>486,472</u>	<u>1,041,148</u>	<u>8,864,393</u>	<u>(909,973)</u>
	1,315,499	2,500,363	5,185,939	6,349,269	22,940,659	12,461,674
Administration and other expenses	<u>(3,497,919)</u>	<u>(4,927,680)</u>	<u>(4,178,871)</u>	<u>(6,075,248)</u>	<u>(15,504,423)</u>	<u>(14,877,562)</u>
Profit/(loss) from operations	(2,182,420)	(2,427,317)	1,007,067	274,022	7,436,236	(2,415,888)
Finance costs	<u>827</u>	<u>(2,936)</u>	<u>827</u>	<u>(2,936)</u>	<u>(11,743)</u>	<u>(9,433)</u>
Profit/(loss) before taxation and minority interest	(2,181,593)	(2,430,252)	1,007,895	271,086	7,424,493	(2,425,321)
Taxation						
Total comprehended (loss)/profit for the period ending September 30, 2010	<u>(2,181,593)</u>	<u>(2,430,252)</u>	<u>1,007,895</u>	<u>271,086</u>	<u>7,424,493</u>	<u>(2,425,321)</u>
Attributable to:						
Equity holders of the company	(2,181,593)	(2,430,252)	(1,307,654)	(629,360)	3,857,841	(3,935,693)
Minority Interest	<u>-</u>	<u>-</u>	<u>436,969</u>	<u>900,446</u>	<u>3,566,652</u>	<u>1,510,373</u>
	<u>(2,181,593)</u>	<u>(2,430,252)</u>	<u>(1,744,624)</u>	<u>271,086</u>	<u>7,424,493</u>	<u>(2,425,321)</u>
Earnings per Ordinary Stock	(0.35)	(0.39)	(0.28)	0.04	1.20	(0.39)

MONTEGO BAY ICE COMPANY LIMITED

Statement of Changes in Equity
Period ending September 30, 2010

	Capital Reserves		Revenue Reserves	Parent company stockholders equity	Minority Interest	Total Equity	
	Share capital	Share premium	Retained earnings				
Balances at December 31, 2009	1,242,302	19,229,822	2,724,014	101,928,745	125,124,883	32,521,630	157,646,513
Total comprehensive losses for the period ending September 30, 2010			(3,935,693)	(3,935,693)	1,510,373	(2,425,321)	
Balances at September 30, 2010	1,242,302	19,229,822	2,724,014	97,993,052	121,189,190	34,032,003	155,221,193
Balances at September 30, 2009	1,242,302	19,229,822	2,055,852	108,698,480	131,226,456	33,180,955	164,407,411

Montego Bay Ice Co. Ltd
Statement of Group Cash Flows
Period Ending 30 September 2010

	September 2010	September 2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / loss for the year attributable to members	(2,425,321)	3,857,841
Adjustments for :		
Exchange differences	2,671,055	(5,931,191)
Interest income	1,761,081	2,033,497
Interest expense	9,433	11,743
Depreciation	820,933	1,571,506
Operating profit before changes in working capital	2,837,181	1,543,396
Decrease / (Increase) in current assets :		
Accounts receivable	1,658,219	2,187,915
Resale agreements	2,134,079	1,260,899
Inventories	(195,859)	86,205
Taxation recoverable	(155,910)	(147,641)
Increase / (decrease) in current liabilities :		
Accounts payable	(850,295)	549,129
Cash used by operations	5,427,415	5,479,903
Taxes Paid	(2,403,584)	(1,426,681)
Interest paid	(9,433)	(11,743)
Net cash used by operating activities	3,014,398	4,041,479
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	(1,592,113)	(2,033,497)
Proceeds from disposal of plant & machinery		(1,200,000)
Net cash used by investing activities	1,422,285	7,274,976
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank Overdraft	(1,133,173)	(686,833)
Net cash used by financing activities	(1,133,173)	(686,833)
Net decrease in cash and cash equivalents	289,112	6,588,143
Effect of exchange rate fluctuation on cash held		
Cash and cash equivalents at beginning of the year	37,307,148	39,744,395
Cash and cash equivalents at end of the year	37,596,260	46,332,538

MONTEGO BAY ICE COMPANY LIMITED

Notes to the Financial Statements
September 30, 2010

1. The company

Montego Bay Ice Company Limited (“company”) is incorporated and domiciled in Jamaica. The company is listed on the Jamaica Stock Exchange and its registered office and principal place of business is located at 2 Creek Street, Montego Bay, St. James.

The principal activities of the company and its subsidiaries (“Group”) are the manufacture and sale of ice and spring water, and the rental of cold storage facilities and apartments.

2. Basis of preparation and significant accounting policies

(a) Basis of preparation:

The financial statements are prepared on the historical cost basis and are presented in Jamaica dollars (\$), which is the functional currency of the company.

(b) Basis of consolidation:

A “subsidiary” is an entity controlled by the company. Control exists when the company has the power, directly or indirectly, to govern the financial and operating policies of an enterprise so as to obtain benefits from its activities. The consolidated financial statements comprise the financial results of the company and its subsidiaries for the period ending September 30, 2010.

The company and its subsidiaries are collectively referred to as the “group”.

All significant inter-company transactions are eliminated in preparing the consolidated financial statements.

(c) Cash and cash equivalents:

Cash and cash equivalents comprise cash, bank balances and short-term deposits with maturity within three months, or less, from the date of acquisition. For the purpose of the company’s and the group’s statement of cash flows, bank overdraft, if any, is presented as a financing activity.

2. Basis of preparation and significant accounting policies (cont'd)

(d) Resale agreements:

Securities purchased under resale agreements (“Resale agreements” or “Reverse repos”) are short-term transactions, whereby, securities are bought with simultaneous agreements to resell the securities on a specified date at a specified price. Reverse repos are accounted for as short-term collateralised lending and are carried at amortised cost.

Interest earned on resale agreements is recognised as interest income over the life of each agreement using the effective interest rate method.

(e) Accounts receivable:

Trade and other receivables are stated at amortised cost, less impairment losses.

(f) Inventories:

Inventories are valued at the lower of cost, determined principally on the first-in first-out basis, and net realisable value. Net realisable value is the estimated disposal price in the ordinary course of business, less selling expenses.

(g) Accounts payable and provisions:

Trade and other payables are stated at amortised cost.

(h) Interest in subsidiaries:

Interest in subsidiaries is stated at cost, less impairment losses.

(i) Investment properties:

Investment properties are properties held either to earn rental income or for capital appreciation, or both. They are measured at cost, less accumulated depreciation and impairment losses.

(j) Property, plant & equipment:

Property, plant & equipment are stated at cost, less accumulated depreciation and impairment losses. Cost includes expenditures that are attributable to the acquisition of the asset. The cost of replacing part of an item of property, plant & equipment is recognised in the carrying amount of the item, if it is probable that the future economic benefit embodied within the part will flow to the company or the Group and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant & equipment are recognised in the income statement as incurred.

2. Basis of preparation and significant accounting policies (cont'd)

(k) Depreciation:

Property, plant & equipment and investment properties, with the exception of freehold land on which no depreciation is provided, are depreciated on the reducing-balance basis, at annual rates to write down the assets to their estimated residual values over their expected useful lives.

(l) Revenue recognition:

Revenue from the sale of goods is recognised in the company's and the group's income statements when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised, if there are significant uncertainties regarding recovery of the consideration due, or material associated costs on the possible return of goods.

Rental income from investment properties is accrued and recognised in the company's and the group's income statement on the straight-line basis over the term of the lease agreement.

(m) Foreign currencies:

Foreign currency balances at the balance sheet date are translated at the rates of exchange ruling on that date. Transactions in foreign currencies are converted at the rates of exchange ruling on the dates of those transactions. Gains and losses arising from fluctuations in exchange rates are included in the company's and the group's income statements.

MONTEGO BAY ICE COMPANY LTD.

2 Creek Street, P.O. Box 51, Montego Bay, St. James
876-952-3067 Fax: 876-979-5022

TOP TEN (10) STOCKHOLDERS As at 30 September 2010

NAME

1.	A.M.D. Ltd	3,056,296
2.	Mark Hart	1,778,070
3.	R. Anthony & Daphne Jones	100,000
4.	Peter Hart	97,100
5.	MVL Stock Brokers	91,644
6.	Creative Kitchens	61,818
7.	Melita Aarons	54,970
8.	Estate James A. Chin	54,580
9.	Dr. Herbert Eldemire	51,510
10.	Desmond and Lucinda Whittingham	49,727

Directors' and Senior Officers' Interests

Seville Allen	4,710
H. G. Anderson	1,000
Andrew Brennan	1,000
Theresa Chin	2,500
Mark Hart	4,834,366
Peter Hart	97,100
R. Anthony Jones	100,000

Directors: M. Hart (Chairman), T. Chin (Managing Director), S. Allen (Secretary/Director)
H.G. Anderson, K. Armstrong, A. Brennan P. Hart, A. Jones