

BERGER PAINTS JAMAICA LIMITED
UNAUDITED FINANCIAL STATEMENTS
THREE MONTHS ENDED JUNE 30, 2011

Berger Paints Jamaica Limited

Berger Jamaica's first quarter (April – June) performance was influenced by a reorganization programme aimed at improving productivity and allowing for the more efficient use of the Company's manpower resources.

This exercise cost the Company approximately J\$17.5 Million but will result in savings to the Company going forward.

	<u>J\$ Million</u>	
	<u>2011</u>	<u>2010</u>
Profit/(Loss) After Tax		
Before reorganization Adjustment	(1.543)	(6.566)
Profit/(Loss) After reorganization Adjustment	(13.267)	(6.566)

An improvement of J\$5.023 Million year-on-year recorded for the quarter before reorganization adjustment.

In this, the traditional slow period for the paint industry in Jamaica, Berger Paints showed overall volume growth of 6% compared with the same quarter 2010.

In keeping with our Export drive, Export sales showed volume growth of 64% compared to same quarter 2010. This follows, Berger recently being awarded "**Champion Manufacturer (Category 1) 2010**" and "**Most Improved Exporter 2010**" by the Jamaica Exporter Association (JEA).

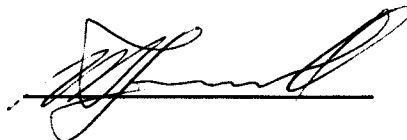
BERGER PAINTS JAMAICA LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2011

	(Unaudited)	(Unaudited)	(Audited)
	<u>June 30,</u> <u>2011</u> <u>\$'000</u>	<u>June 30,</u> <u>2010</u> <u>\$'000</u>	<u>March 31, 2011</u> <u>2011</u> <u>\$'000</u>
<u>ASSETS</u>			
Non-current assets			
Property, plant & equipment	130,019	144,061	131,380
Long-term receivables	-	159	-
Post employment benefits	120,402	130,864	120,402
	<u>250,421</u>	<u>275,084</u>	<u>251,782</u>
Current Assets	<u>594,972</u>	<u>524,090</u>	<u>623,004</u>
Total Assets	<u><u>845,393</u></u>	<u><u>799,174</u></u>	<u><u>874,786</u></u>
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Equity			
Share capital	141,793	141,793	141,793
Revaluation reserve	42,466	42,266	42,466
Revenue reserve			
Profit & loss account	241,287	267,411	280,273
	<u>425,546</u>	<u>451,470</u>	<u>464,532</u>
Non-current liabilities			
Post employment benefits	107,682	87,309	107,682
Deferred tax liabilities	6,229	17,944	6,229
	<u>113,911</u>	<u>105,253</u>	<u>113,911</u>
Current Liabilities	<u>305,936</u>	<u>242,451</u>	<u>296,343</u>
Total equity and liabilities	<u><u>845,393</u></u>	<u><u>799,174</u></u>	<u><u>874,786</u></u>

Approved by:



Approved by:



BERGER PAINTS JAMAICA LIMITED
INCOME STATEMENT
THREE MONTHS ENDED JUNE 30, 2011

	(Unaudited)	(Unaudited)	(Audited)
	QUARTER ENDED	QUARTER ENDED	YEAR ENDED
	<u>June 30,</u>	<u>June 30,</u>	<u>March 31,</u>
	<u>2011</u>	<u>2010</u>	<u>2011</u>
	\$'000	\$'000	\$'000
Sales (net of discount and rebates)	318,741	292,657	1,498,241
(Loss)/Profit from operations	(2,621)	(10,130)	100,189
Income from investments	306	296	943
Extraordinary Item	(17,485)		
Finance Costs	-	(15)	(41)
PROFIT / (LOSS) BEFORE TAXATION	(19,800)	(9,849)	101,091
Taxation	6,533	3,283	(33,285)
NET (LOSS)/PROFIT	(13,267)	(6,566)	67,806
Earnings per stock unit	0c	0c	32c

BERGER PAINTS JAMAICA LIMITED
STATEMENT OF CHANGES IN EQUITY

(UNAUDITED)

	<u>Share Capital</u>	<u>Revaluation reserve</u>	<u>Revenue Reserve - Profit & Loss Account</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000
Balance at April 1, 2010	<u>141,793</u>	<u>42,266</u>	<u>273,977</u>	<u>458,036</u>
Net Loss for three months	<u>-</u>	<u>-</u>	<u>(6,566)</u>	<u>(6,566)</u>
Total comprehensive income for the period	<u>-</u>	<u>-</u>	<u>(6,566)</u>	<u>(6,566)</u>
Balance at June 30, 2010	<u>141,793</u>	<u>42,266</u>	<u>267,411</u>	<u>451,470</u>
Balance at April 1, 2011	<u>141,793</u>	<u>42,466</u>	<u>280,273</u>	<u>464,532</u>
Net Loss for three months	<u>-</u>	<u>-</u>	<u>(13,267)</u>	<u>(13,267)</u>
Total comprehensive income for the period	<u>-</u>	<u>-</u>	<u>(13,267)</u>	<u>(13,267)</u>
Final Dividend Declared	<u>-</u>	<u>-</u>	<u>(25,719)</u>	<u>(25,719)</u>
Balance at June 30, 2011	<u>141,793</u>	<u>42,466</u>	<u>241,287</u>	<u>425,546</u>

BERGER PAINTS JAMAICA LIMITED
STATEMENT OF CASHFLOWS
THREE MONTHS ENDED JUNE 30, 2011

	(Unaudited) <u>June 30,</u> <u>2011</u> \$'000	(Unaudited) <u>June 30,</u> <u>2010</u> \$'000	(Audited) <u>March 31,</u> <u>2011</u> \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (Loss)/Profit	(13,267)	(6,566)	67,806
Non-cash items included in net profit	<u>17,618</u>	<u>21,931</u>	<u>84,995</u>
	4,351	15,365	152,801
(Increase)/Decrease in operating assets	18,166	18,886	(58,756)
Increase/(Decrease) in operating liabilities	<u>(16,810)</u>	<u>(15,241)</u>	<u>21,401</u>
Cash generated from operations	5,707	19,010	115,446
Income tax paid			(26,461)
Interest paid	<u>-</u>	<u>(15)</u>	<u>(41)</u>
	5,707	18,995	88,944
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash used in investing activities	(4,793)	(3,171)	(4,945)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash used in financing activities	<u>(12,988)</u>	<u>(7,234)</u>	<u>(57,701)</u>
NET (DECREASE) INCREASE IN CASH AND BANK BALANCES	(12,074)	8,590	26,298
OPENING CASH AND BANK BALANCES	122,422	95,077	95,077
Effect of foreign exchange rate changes			1,047
CLOSING CASH AND BANK BALANCES	<u>110,348</u>	<u>103,667</u>	<u>122,422</u>
Comprising:			
Cash and Bank Balances	110,348		122,422
Bank Overdraft	<u>110,348</u>	<u>-</u>	<u>122,422</u>

BERGER PAINTS JAMAICA LIMITED
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
THREE MONTHS ENDED JUNE 30, 2011

1. Basis of preparation

The unaudited financial statements for the three month period ended June 30, 2011 have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

2. Significant accounting policies

These unaudited statements have been prepared under the historical cost convention. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

The same accounting policies, presentation and methods of computation have been followed in these unaudited financial statements as were applied in the preparation of the company's financial statements for the year ended March 31, 2011.

3. Related Party Transactions

The company carried out transactions in the ordinary course of business during the period with its affiliates. Balances at the period end were:

	Amount owed by/(to)	
	<u>Related Parties</u>	
	2011	2010
	\$'000	\$'000
Immediate parent		
Lewis Berger Overseas Holding	(9,497)	(9,857)
Fellow subsidiaries		
Berger Trinidad	342	(6,433)
Berger Barbados	1,786	8,601

4. Long-Term receivables

General consumption tax (GCT) paid on purchases of certain items of property, plant and equipment is recoverable in twenty-four monthly instalments from the date of purchase.

5. Dividends

A final dividend of \$0.12 per share totaling \$25.719M was paid on July 25, 2011 to shareholders on the company's register of members at the close of business, July 8, 2011.

6. Issued Share Capital

There were no movements in the issued capital of the company in either the current or the prior interim reporting periods.