



**LASCO Manufacturing Limited**  
**First Quarter Unaudited Financial Report**  
**for the period ended**  
**30<sup>th</sup> June 2012**

# **CONTENTS**

**Managing Director's Report**

**Unaudited Statement of Comprehensive Income**

**Unaudited Statement of Financial Position**

**Unaudited Statement of Cash Flow**

**Unaudited Statement of Changes in Stockholders' Equity**

**Notes to the Financial Statements**



Whilst the Jamaican economy is still trying to emerge from the adverse recessionary trends, which affected the whole world in turn affecting the top line of many of the Jamaican companies, LASCO Manufacturing Limited is pleased to report growth. The first quarter Company's unaudited results reported revenue of J\$835.4m which registered 6% over the same period last year. Profit before tax, however, increased by J\$2.6m from J\$150.9m to J\$153.5m.

The Board of Directors in its meeting has taken on record the unaudited results of LASCO Manufacturing Ltd for quarter ended June 30, 2012.

With much to look forward to, LASCO Manufacturing remains well prepared for the manufacturing expansion currently being built at the White Marl location. This new facilities will undoubtedly unlock potential in the company for our consumers, shareholders and other stakeholders.

The absence of consistent delivery of some raw materials created a shortfall in our projected yield and by extension caused a lower than expected financial performance for the past quarter. Our financial performance will improve as we meet the demand for the next quarter based on the strategic decision to have other suppliers in our portfolio.

The focus areas in our Company continue to be growth through our anticipated expansion of our product range and our efficiency drive, which collectively will impact positively on margin and profit. The development of a new product range has become an important facet in our strategic plan and every effort is being made by the team to ensure the margin required is obtained.

The next quarter will be pivotal in the company's future and I look forward to being able to make further positive announcements to you in the near future.

A handwritten signature in black ink, appearing to read "Eileen Chin", is positioned above the printed name.

**Eileen Chin**  
**Managing Director**

**Lasco Manufacturing Limited**

## Statement of Comprehensive Income

Three Months Ended 30 June 2012


(Unaudited)


	3 months to June 30 2012 \$'000	3 months to June 30 2011 \$'000
<b>Revenue</b>	835,413	784,554
<b>Cost of Sales</b>	590,354	537,638
Gross Profit	245,059	246,916
Other Income	6,776	6,710
<b>Operating Expenses</b>	(92,202)	(102,295)
Profit from Operations	159,633	151,331
Finance Cost	(6,107)	(344)
Profit Before Taxation	153,526	150,987
Taxation	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	153,526	150,987
Number of stock units issued	<b>3</b> 408,713	408,713
<b>Earnings per Stock Unit During the Period</b>	0.38	0.37

**Lasco Manufacturing Limited**  
**Statement of Financial Position**  
**30-Jun-12**  
**(Unaudited)**

	Period ended <i>JUN-12</i> \$'000	Period ended <i>JUN-11</i> \$'000	Year ended <i>MAR-12</i> \$'000
<b>NET ASSETS EMPLOYED</b>			
Non-Current Assets			
Property, Plant & Equipment	207,326	180,432	212,990
Capital Work in Progress	1,135,432	149,506	796,617
<b>Current Assets</b>			
Inventories	194,032	219,493	283,454
Trade and other receivables	596,470	448,256	450,185
Director's current account	10,357	11,469	11,699
Taxation recoverable	12,511	0	12,475
Cash	38,418	150,724	34,618
	851,788	829,942	792,431
<b>Current Liabilities</b>			
Trade and Other Payables	308,619	87,690	240,956
Bank Overdraft	25,700	0	204,381
Corporation Tax Payable	0	59,359	0
	334,319	147,049	445,337
Net Current Assets	517,469	682,893	347,094
	1,860,227	1,012,831	1,356,701
<b>Financed by:</b>			
Share Capital	305,298	305,298	305,298
Capital Reserves	924	924	924
Retained Earnings	1,050,479	524,024	462,719
Current Earnings	153,526	150,987	587,760
	1,510,227	981,233	1,356,701
<b>Non-Current Liabilities</b>			
Deferred Taxation	0	31,598	0
Long Term Debt	350,000	0	0
	1,860,227	1,012,831	1,356,701

Approved for issue by the Board of Directors on 27 July 2012 and signed on its behalf by:

  
 Lascelles Chin Chairman

  
 J.A. Lester Spaulding Director

**Lasco Manufacturing Limited**  
Statement of Cashflows  
Three Months ended 30 June 2012  
(Unaudited)

	30-Jun-12 \$'000	30-Jun-11 \$'000
<b>SOURCES/(USES) OF CASH</b>		
<b>Operating Activities</b>		
Profit for the period	153,526	150,987
Items not affecting cash	4,936	11,318
Changes in non-cash working capital	(326,709)	(229,421)
Cash provided by Operating Activities	(168,247)	(67,116)
Cash used in Investing Activities	2,582	(505)
Cash used in Financing Activities	348,146	810
Increase in Cash	182,481	(66,811)
Cash at the beginning of the period	(169,763)	217,535
Cash at the end of the period	12,718	150,724
<b>Comprised of:</b>		
Fixed Deposit	28,238	107,588
Cash at Bank	10,180	43,136
Bank Overdraft	(25,700)	0
	12,718	150,724

**Lasco Manufacturing Limited**

## Statement of Changes in Stockholders' Equity

Three Months ended 30 June 2012

(Unaudited)

	2012			
	Share Capital \$'000	Capital Reserve \$'000	Retained Earnings \$'000	Total \$'000
Balance at 1 April 2012	305,298	924	1,050,479	1,356,701
Total Comprehensive Income for the period	0	0	153,526	153,526
<b>Balance at 30 June 2012</b>	<b>305,298</b>	<b>924</b>	<b>1,204,005</b>	<b>1,510,227</b>

	2011			
	Share Capital \$'000	Capital Reserve \$'000	Retained Earnings \$'000	Total \$'000
Balance at 1 April 2011	305,298	924	524,024	830,246
Total Comprehensive Income for the period	0	0	150,987	150,987
<b>Balance at 30 June 2011</b>	<b>305,298</b>	<b>924</b>	<b>675,011</b>	<b>981,233</b>

**LASCO MANUFACTURING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**THREE MONTHS ENDED 30 JUNE 2012**

**1. IDENTIFICATION AND PRINCIPAL ACTIVITIES:**

- (a) Lasco Manufacturing Limited is a limited liability company incorporated and domiciled in Jamaica. The registered office of the company is 27 Red Hills Road, Kingston 10, and it currently operates from leased premises at 38½ Red Hills Road, Kingston 10.
  
- (b) The principal activities of the company are the manufacturing of soy based products and packaging of milk based products. Distribution of these products is done in the local and export markets.

**2. SIGNIFICANT ACCOUNTING POLICIES:**

These financial statements have been prepared; in accordance with International Financial Reporting Standards (IFRS); and the adopted interpretation of those standards by the International Accounting Standards Board, and have been prepared under the historical cost convention. They are also prepared in accordance with provisions of the Jamaican Companies Act.

The accounting policies followed in these interim financial statements are consistent with those used in the audited financial statements for the year ended 31st March 2012.

These financial statements are presented in Jamaican dollars unless otherwise indicated.



**LASCO MANUFACTURING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**THREE MONTHS ENDED 30 JUNE 2012**

**3. SHARE CAPITAL:**

	2012	2011
	<u>\$'000</u>	<u>\$'000</u>
Authorised -		
Number of Ordinary shares		
442,750,000 - 30 June 2012		
442,750,000 - 30 June 2011		
Issued -		
Number of Ordinary shares		
408,713,017 - 30 June 2012		
408,713,017 - 30 June 2011	<u>305,298</u>	<u>305,298</u>