



Blue Power Soap Division
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FINANCIAL RESULTS FOR QUARTER ENDED JULY 31, 2012

The first quarter, ended July 31, 2012, showed positive results for both divisions of the company in terms of sales and profits. Overall sales increased from \$208.46 million to \$232.65 million or by 11.6% compared to the same quarter last year. Blue Power soap division achieved an increase of 24.17% while the Lumber Depot division saw a more modest increase of 6.10% in sales over the same quarter last year.

In terms of profits, both divisions achieved significant increases. Overall profit increased by \$15.46 million from \$9.33 million to \$24.79 million or 165.69%. Lumber Depot division profit increased from \$3.65 million last year to \$13.32 million this year (264.93%) as a result of a number of factors: prior year adjustments of approximately \$3 million, savings in inventory costs as a result of strategic advance purchases amounting to approximately \$2 million and finally, greater emphasis on margins. In the Blue Power soap division, our sales of bath soap more than doubled, resulting in improved performance and better margins as profit increased from \$5.68 million to \$11.47 million this year (101.94%).

The cash position of the company remains healthy although the level of our inventory has risen in preparation for increased sales in the Blue Power soap division. Prospects for the Lumber Depot division remain sluggish while we are more optimistic about sales in the Blue Power soap division.

A handwritten signature in black ink, appearing to read "Dhiru Tanna".


Dhiru Tanna
Chairman

August 27, 2012

Blue Power Group Limited
Consolidated Statement of Financial Position
Three months ended July 31, 2012

	<u>Unaudited</u> <u>July 31, 2012</u>	<u>Unaudited</u> <u>July 31, 2011</u>	<u>Audited</u> <u>April 30, 2012</u>
NON-CURRENT ASSET			
Property, plant and equipment	42,986,199	41,872,407	39,152,257
CURRENT ASSETS			
Cash and cash equivalents	65,787,422	51,763,428	58,434,760
Accounts receivable and prepayments	71,725,617	74,256,458	94,550,969
Inventories	158,117,828	116,084,087	114,691,318
Due from related party	374,650	-	1,277,612
Taxation recoverable	1,085,416	718,078	866,814
	<u>297,090,933</u>	<u>242,822,051</u>	<u>269,821,473</u>
CURRENT LIABILITIES			
Bank overdraft	227,454	-	119,818
Accounts payable	65,367,619	63,677,318	57,504,015
Due to related party	-	-	1,035,782
Current portion of long-term liabilities	1,875,000	-	2,500,000
	<u>67,470,073</u>	<u>63,677,318</u>	<u>61,159,615</u>
NET CURRENT ASSETS	<u>229,620,860</u>	<u>179,144,733</u>	<u>208,661,858</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>272,607,059</u>	<u>221,017,140</u>	<u>247,814,115</u>
EQUITY			
Share capital	86,900,147	86,900,147	86,900,147
Retained earnings	185,154,387	128,237,234	160,361,443
	<u>272,054,534</u>	<u>215,137,381</u>	<u>247,261,590</u>
NON-CURRENT LIABILITIES			
Shareholders' advances	-	4,758	-
Long-term liabilities	552,525	5,875,001	552,525
	<u>552,525</u>	<u>5,879,759</u>	<u>552,525</u>
TOTAL EQUITY AND NON-CURRENT LIABILITIES:	<u>\$ 272,607,059</u>	<u>221,017,140</u>	<u>247,814,115</u>

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


 _____ Director
 Dr. Dhiru Tanna


 _____ Director
 Peter Millingen

Blue Power Group Limited
Consolidated Statement of Comprehensive Income
Three months ended July 31, 2012

	Unaudited Quarter ended <u>July 31, 2012</u>	Unaudited Quarter ended <u>July 31, 2011</u>	Audited <u>April 30, 2012</u>
Revenue	232,646,278	208,457,044	863,003,193
Cost of revenue	<u>(176,265,416)</u>	<u>(174,971,866)</u>	<u>(698,585,331)</u>
Gross profit	56,380,862	33,485,178	164,417,862
Administrative and other expenses	<u>(33,065,437)</u>	<u>(24,479,446)</u>	<u>(117,947,495)</u>
	23,315,425	9,005,732	46,470,367
Other income	<u>2,226,636</u>	<u>1,536,739</u>	<u>2,378,374</u>
Profit before net finance costs	25,542,061	10,542,471	48,848,741
Net financial costs	<u>(749,117)</u>	<u>(1,211,021)</u>	<u>(1,743,182)</u>
Profit attributable to members, being total comprehensive income for the period	<u>24,792,944</u>	<u>9,331,450</u>	<u>47,105,559</u>
Earnings per stock unit	<u>\$ 0.43</u>	<u>\$ 0.17</u>	<u>\$ 0.83</u>

Blue Power Group Limited
Consolidated Statement of Changes in Equity
Three months ended July 31, 2012

	<u>Share Capital</u>	<u>Retained earnings</u>	<u>Total</u>
	\$	\$	\$
Balances as at April 30, 2011 (audited)	86,900,147	118,905,784	205,805,931
Total comprehensive income for the quarter	-	9,331,450	9,331,450
Balances as at July 31, 2011 (unaudited)	<u>86,900,147</u>	<u>128,237,234</u>	<u>215,137,381</u>
Balances as at April 30, 2012 (audited)	86,900,147	160,361,443	247,261,590
Total comprehensive income for the quarter	-	24,792,944	24,792,944
Balance as quarter end July 31, 2012 (unaudited)	<u>86,900,147</u>	<u>185,154,387</u>	<u>272,054,534</u>

Blue Power Group Limited
Consolidated Statement of Cash Flows
Three months ended July 31, 2012

	Unaudited Quarter ended <u>July 31, 2012</u>	Unaudited Quarter ended <u>July 31, 2011</u>	Audited <u>April 30, 2012</u>
Cash Flows From Operating Activities			
Profit for the quarter	24,792,944	9,331,450	47,105,559
Adjustments for:			
Depreciation	<u>1,324,157</u>	<u>1,443,044</u>	<u>5,630,809</u>
	26,117,101	10,774,494	52,736,368
Inventories	(43,426,510)	17,193,503	18,586,272
Accounts receivables and prepayments	23,728,314	49,013,507	28,712,050
Accounts payable	<u>7,863,604</u>	<u>109,465</u>	<u>2,609,739</u>
Cash provided by operations	14,282,509	77,090,969	102,644,429
Taxation paid	<u>(218,602)</u>	<u>(318,605)</u>	<u>(467,341)</u>
Cash provided by operating activities	<u>14,063,907</u>	<u>76,772,364</u>	<u>102,177,088</u>
Cash Flows From Investing Activities			
Purchase of property, plant and equipment	<u>(5,158,099)</u>	<u>(521,992)</u>	<u>(1,989,607)</u>
Cash used by investing activities	<u>(5,158,099)</u>	<u>(521,992)</u>	<u>(1,989,607)</u>
Cash Flows From Financing Activities			
Stakeholders' advances repaid	-	(13,275)	(18,033)
Dividends paid	-	-	(5,649,900)
Related party advances repaid	(1,035,782)	(8,699,686)	(10,273,852)
Long-term loan repaid	<u>(625,000)</u>	<u>(33,850,024)</u>	<u>(36,672,500)</u>
Cash used by financing activities	<u>(1,660,782)</u>	<u>(42,562,985)</u>	<u>(52,614,285)</u>
Net increase in cash and cash equivalents	7,245,026	33,687,387	47,573,196
Cash and cash equivalents at beginning of the period	<u>58,314,942</u>	<u>18,076,041</u>	<u>10,741,746</u>
Cash and cash equivalents at end of period	<u>65,559,968</u>	<u>51,763,428</u>	<u>58,314,942</u>
Comprised of:			
Cash and bank balances	65,787,422	51,763,428	58,434,760
Bank overdraft	<u>(227,454)</u>	-	<u>(119,818)</u>
	<u>65,559,968</u>	<u>51,763,428</u>	<u>58,314,942</u>

Blue Power Group Limited
Segment Reporting
Three months ended July 31, 2012

	Lumber Division	Soap Division	Total
	₹	₹	₹
Turnover	153,834,289	78,811,989	232,646,278
Profit from operations	13,111,336	10,204,089	23,315,425
Other income:	855,828	1,370,808	2,226,636
Net finance costs	(641,302)	(107,815)	(749,117)
Profit for the period	13,325,862	11,467,082	24,792,944
Segment assets			
Non-current	22,050,598	21,262,133	43,312,731
Unallocated assets	-	-	-
	22,050,598	21,262,133	43,312,731
Current assets	152,384,168	144,706,765	297,090,933
	174,434,766	165,968,898	340,403,664
Segment liabilities			
Non-current liabilities	-	552,525	552,525
Current liabilities	49,005,173	18,464,900	67,470,073
	49,005,173	19,017,425	68,022,598
Other segment items:			
Capital expenditure	43,358	5,114,741	5,158,099
Depreciation	359,004	965,153	1,324,157

Blue Power Group Limited
Segment Reporting
Three months ended July 31, 2011

	Lumber Division	Soap Division	Total
	₹	₹	₹
Revenue	144,989,834	63,647,210	208,637,044
Profit from operations	3,191,179	5,814,553	9,005,732
Other income	1,221,659	315,080	1,536,739
Net finance costs	<u>(765,037)</u>	<u>(445,984)</u>	<u>(1,211,021)</u>
Profit for the period	<u>3,647,801</u>	<u>5,683,649</u>	<u>9,331,450</u>
Segment assets			
Non-current	22,083,810	19,788,597	41,872,407
Current assets	<u>133,227,037</u>	<u>109,595,014</u>	<u>242,822,051</u>
	<u>155,310,847</u>	<u>129,383,611</u>	<u>284,694,458</u>
Segment liabilities			
Non-current liabilities	4,758	5,875,001	5,879,759
Current liabilities	<u>58,482,502</u>	<u>5,194,816</u>	<u>63,677,318</u>
	<u>58,487,260</u>	<u>11,069,817</u>	<u>69,557,077</u>
Other segment items:			
Capital expenditure	521,992	-	521,992
Depreciation	<u>466,917</u>	<u>976,127</u>	<u>1,443,044</u>

Blue Power Group Limited
Notes to the Unaudited Financial Statements
July 31, 2012

1 Identification and principal activities

Blue Power Group Limited (the company) is incorporated and domiciled in Jamaica. The registered office of the company is located at 4 Victoria Avenue, Kingston CSO. The company changed its name from Lumber Depot Limited to Blue Power Group Limited on April 19, 2010 and was listed on the Junior Market of the Jamaica Stock Exchange on April 22, 2010.

The main activities and the group comprise the manufacture and sale of soaps and the sale of lumber, hardware supplies and other related products.

2 Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards and their interpretations issued by the International Accounting Standards Board, and comply with the relevant provisions of the Jamaican Companies Act. These financial statements are presented in Jamaica dollars.

3 Segment reporting

An operating segment is a component of the group that engages in business activities from which it may earn revenues and incur expenses; whose operating results are regularly reviewed by the entity's Chief Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segment and assess its performance; and for which discrete financial information is available.

The group has two reportable segments, as described below, which are the group's strategic business units. The strategic business units offer different products and services, and are managed separately because because they require different technology and marketing strategies.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Segment capital expenditure is the total cost incurred during the period to acquire segment assets that are expected to be used for more than one period.

The primary reportable segments are:

- (i) Soap division - Manufacture and sale of soaps
- (ii) Lumber division - Sale of lumber, hardware supplies and related products

The manufacturing operations are conducted at 4 Victoria Avenue, Kingston and the lumber division operations are carried out mainly at Papine in St. Andrew, Jamaica.

Transactions between business segments have been eliminated.

4 Significant accounting policies

The accounting policies followed in these interim financial statements are consistent with those used in the audited financial statements for the year ended April 30, 2012

BLUE POWER GROUP LIMITED

JULY 31, 2012

TOTAL SHARES OUTSTANDING: 56,499,000

DIRECTORS AND CONNECTED PARTIES REPORT

PRIMARY HOLDER (JOINT HOLDER)	RELATIONSHIP	UNITS	PERCENTAGE
ANTIBES HOLDINGS LTD	CONNECTED PARTY	28,300,800	50.0908
KENNETH BENJAMIN	SELF	3,130,200	5.5403
NOEL DAWES	SELF	2,100,000	3.7169
JEFFREY HALL (SWEE TEEN CHUA)	SELF	257,070	0.4550
ALAN BRUCE HART	SELF	2,440,000	4.3187
PETER MILLINGEN	SELF	908,100	1.6073

SENIOR MANAGERS REPORT

PRIMARY HOLDER (JOINT HOLDER)	RELATIONSHIP	UNITS	PERCENTAGE
LISA KONG	SELF	500,000	0.8850
VERONICA LOWE	SELF	398,631	0.7056

TOP 10 SHARHOLDERS

PRIMARY HOLDER (JOINT HOLDER)	UNITS	PERCENTAGE
ANTIBES HOLDINGS LIMITED	28,300,800	50.09
SILVER INVESTMENTS LIMITED	3,427,816	6.07
KENNETH BENJAMIN	3,130,200	5.54
JANE FRAY	3,095,400	5.48
ALAN BRUCE HART	2,440,000	4.32
NOEL DAWES	2,100,000	3.72
MAYBERRY WEST INDIES LIMITED	1,343,320	2.38
MAYBERRY MANAGED CLIENT ACCOUNT	995,813	1.76
JPS EMPLOYEE SUPERANNUATION FUND	921,451	1.63
PETER MILLINGEN	908,100	1.61