



SEPROD LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX MONTHS ENDED JUNE 2013
(expresses in Jamaican dollars unless otherwise indicated)

	Three Months Ending June 30th		Six Months ending June 30th	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Revenue	3,603,757	3,101,547	7,210,247	6,791,743
Direct expenses	(2,971,192)	(2,431,028)	(5,800,080)	(5,289,827)
Gross Profit	632,565	670,519	1,410,167	1,501,916
Finance and other operating income	111,509	80,066	205,802	167,310
Dividends	612	-	1,024	1,587
(Losses)/gains on stock investments	107,749	(3,395)	102,249	(11,892)
Net foreign exchange gains/(losses)	53,801	12,132	132,333	13,278
Selling expenses	(99,675)	(106,273)	(197,748)	(194,083)
Administration expenses	(372,377)	(373,637)	(784,029)	(751,204)
Operating Profit	434,184	279,412	869,798	726,912
Finance costs	(42,013)	(25,639)	(82,314)	(47,916)
Share of results from associated company	-	-	-	-
Profit before taxation	392,171	253,773	787,484	678,996
Taxation	(102,419)	(113,795)	(280,983)	(235,660)
Net Profit	289,752	139,978	506,501	443,336
Other Comprehensive Income:	-	-	-	-
Fair value gains on available-for-sale investments	(4,712)	9,212	(18,675)	9,212
Total Comprehensive Income	285,040	149,190	487,826	452,548
Net Profit is Attributable to:	-	-	-	-
Stockholders of the company	311,593	161,436	542,184	453,169
Non-controlling interest	(26,929)	(21,458)	(35,683)	(9,833)
	284,664	139,978	506,501	443,336
Total Comprehensive Income is Attributable to:	-	-	-	-
Stockholders of the company	306,881	170,648	523,509	462,381
Non-controlling interest	(26,929)	(21,458)	(35,683)	(9,833)
	279,952	149,190	487,826	452,548
Number of Shares in issue ('000)	516,339	516,398	516,339	516,398
Earnings per share (\$)	\$0.60	\$0.31	\$1.05	\$0.89

Basis of Preparation

These consolidated financial statements have been prepared in accordance with the accounting policies set out in note 2 of the audited financial statements for the year ended 31 December 2012.

Taxation Expense

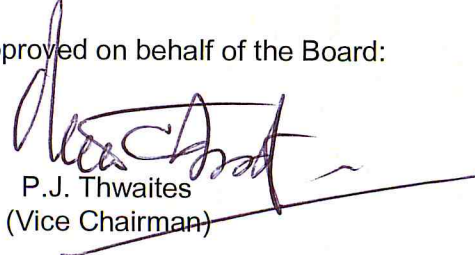
The tax on the group's profit differs from the theoretical amount that would arise using the applicable tax rate of 30% (2012 : 33 1/3%) as follows:

	Three Months Ending June 30th		Six Months ending June 30th	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Profit before taxation	387,083	253,773	787,484	678,996
Tax calculated at a tax rate of 30% / 33 1/3 %	116,125	84,583	236,245	226,309
Adjusted for the effect of:	-	-	-	-
Investment income not subject to tax	(8,897)	(3,146)	(13,695)	(9,909)
Share of Results of Associated Company	-	-	-	-
Unrealised exchange gains not subject to tax	(18,010)	-	(56,325)	-
Subsidiaries not subjected to tax	(3,417)	25,810	5,871	8,246
	85,801	109,595	172,096	224,646
Deferred Taxation	-	-	-	-
Current Charges	16,619	4,200	56,445	11,014
Effect of Changes in tax rate	-	-	52,442	-
	102,420	113,795	280,983	235,660

SEPROD LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION UNAUDITED
30 JUNE 2013
(expressed in Jamaican dollars unless otherwise indicated)

	Unaudited 6/30/2013 \$'000	Audited 12/31/2012 \$'000
NET ASSETS EMPLOYED		
Fixed assets	3,823,839	3,807,107
Intangible assets	21,367	22,657
Available-for-sale investments	2,977,364	2,356,918
Long term receivables	258,420	248,303
Retirement benefit asset	3,600	3,600
Biological asset	240,805	246,105
Deferred tax	-	-
	<u>7,325,395</u>	<u>6,684,690</u>
Current Assets		
Inventories	1,900,336	2,290,592
Biological assets	374,999	446,696
Receivables	2,603,266	2,098,089
Available-for-sale investments	332,540	31,892
Current portion of long term receivables	253,840	339,470
Cash and bank balances	276,925	183,077
	5,741,906	5,389,816
Current Liabilities		
Payables	1,179,196	1,856,384
Demand loan	590,383	590,383
Current portion of long term liabilities	335,797	229,386
Taxation	10,409	88,090
	2,115,785	2,764,243
Net Current Assets	<u>3,626,121</u>	<u>2,625,573</u>
	<u>10,951,516</u>	<u>9,310,263</u>
Equity Attributable to Stockholders of the Company		
Share Capital	561,222	561,287
Capital Reserves	897,983	916,661
Retained Earnings	7,742,547	7,055,835
	9,201,752	8,533,783
Non-controlling Interest	(55,092)	(61,930)
	9,146,659	8,471,853
Non-current Liabilities		
Long Term Liabilities	1,330,515	472,954
Deferred Tax	371,642	262,756
Retirement Benefit Obligations	102,700	102,700
	1,804,857	838,410
	<u>10,951,516</u>	<u>9,310,263</u>

Approved on behalf of the Board:


P.J. Thwaites
(Vice Chairman)


B. E. Thompson
(Chief Executive Officer)

SEPROD LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
For the six months ended June 30, 2013
(expressed in Jamaican dollars unless otherwise indicated)

(Six months ending 30th June)

	2013 \$'000	2012 \$'000
CASH RESOURCES WERE PROVIDED BY/(USED IN):		
Operating Activities		
Net profit	487,826	452,548
Items not affecting cash resources:		
Amortisation of intangible assets	1,290	1,270
Depreciation	198,133	177,796
Taxation	280,983	235,660
	968,232	867,274
Changes in operating assets and liabilities:		
Inventories	390,256	158,001
Accounts receivable	(505,177)	(97,555)
Biological assets	76,997	100,229
Accounts payable	(677,188)	(56,862)
	253,120	971,087
Taxation paid	(249,778)	(209,235)
Cash provided by operating activities	3,342	761,852
Investing Activities		
Purchase of fixed assets	(214,865)	(393,362)
Gain/(loss) on disposal of fixed assets	-	(200)
Repurchase of Shares	(901)	-
Investments in securities, net	(921,094)	94,285
Investment in associates	-	(1,288,456)
Long term loan receivable	75,513	906,814
Cash used in investing activities	(1,061,347)	(680,919)
Financing Activities		
Proceeds from issuance of ordinary shares of subsidiary	165,848	-
Proceeds from sale of preference shares of subsidiary	22,033	-
Short term loan received	-	142,022
Long term loan received	998,396	84,620
Long term loan repaid	(34,424)	(400,000)
Cash provided by/ (used in) financing activities	1,151,852	(173,358)
(Decrease)/Increase in cash and cash equivalents	93,848	(92,425)
Cash and cash equivalents at beginning of year	183,077	249,929
CASH AND CASH EQUIVALENT AT END OF PERIOD	276,925	157,504

SEPROD LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX MONTHS ENDED JUNE 2013
(expressed in Jamaican dollars unless otherwise indicated)

	Equity Attributable to Stockholders of the Company					Non-controlling Interest	Total Equity
	Number of Shares	Share Capital	Capital Reserve	Retained Earnings	Total		
	'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 January 2012	516,398	561,287	921,943	6,588,910	8,072,140	(17,196)	8,054,944
Total comprehensive income	-	-	9,212	458,847	468,059	(9,833)	458,226
Transfer to capital reserve loss on available-for-sale of investmer	-	-	-	-	-	-	-
Balance at 30 June 2012	<u>516,398</u>	<u>561,287</u>	<u>931,155</u>	<u>7,047,757</u>	<u>8,540,199</u>	<u>(27,029)</u>	<u>8,513,170</u>

	Equity Attributable to Stockholders of the Company					Non-controlling Interest	Total Equity
	Number of Shares	Share Capital	Capital Reserve	Retained Earnings	Total		
	'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 January 2013	516,398	561,287	916,661	7,055,835	8,533,783	(61,930)	8,471,853
Total comprehensive income	-	-	(18,678)	542,186	523,509	(35,683)	487,826
Increase in non-controlling interest in subsidiary				145,361	145,361	(145,361)	-
Shares repurchased	(59)	(66)		(835)	(901)		(901)
Additional equity contribution in subsidiary by non-controlling interests							
Issue of new shares						165,848	165,848
Sale of preference shares					-	22,033	22,033
Balance at 30 June 2013	<u>516,339</u>	<u>561,222</u>	<u>897,983</u>	<u>7,742,547</u>	<u>9,201,752</u>	<u>(55,093)</u>	<u>9,146,659</u>

(expressed in Jamaican dollars unless otherwise indicated)

	Manufacturing		Distribution		Eliminations		Consolidated	
	30-Jun-13	30-Jun-12	30-Jun-13	30-Jun-12	30-Jun-13	30-Jun-12	30-Jun-13	30-Jun-12
REVENUE								
External sales	4,723,467	4,560,890	2,486,780	2,230,853			7,210,247	6,791,743
Inter-segment sales	1,773,407	1,749,846	-	-	(1,773,407)	(1,749,846)		
Total revenue	<u>6,496,874</u>	<u>6,310,736</u>	<u>2,486,780</u>	<u>2,230,853</u>	<u>(1,773,407)</u>	<u>(1,749,846)</u>	<u>7,210,247</u>	<u>6,791,743</u>
RESULTS								
Segment result	<u>892,888</u>	<u>792,830</u>	<u>99,242</u>	<u>96,240</u>			<u>992,130</u>	<u>889,070</u>
Unallocated corporate expenses							<u>(122,331)</u>	<u>(162,158)</u>
Operating profit	892,888	792,830	99,242	96,240	-	-	869,798	726,912
Finance costs	-	-	-	-	-	-	(82,314)	(47,916)
Income taxes							(280,983)	(235,660)
Net Profit	<u>892,888</u>	<u>792,830</u>	<u>99,242</u>	<u>96,240</u>	<u>-</u>	<u>-</u>	<u>506,501</u>	<u>443,336</u>
OTHER INFORMATION								
Segment assets	7,965,219	6,519,206	876,791	775,552	-	-	8,842,010	7,294,758
Unallocated corporate assets							4,225,291	3,813,664
Total consolidated assets							<u>13,067,301</u>	<u>11,108,422</u>
Segment liabilities	(1,267,940)	(602,799)	(165,746)	(60,326)	-	-	<u>(1,433,687)</u>	<u>(663,125)</u>
Unallocated corporate liabilities							<u>(2,486,955)</u>	<u>(1,932,126)</u>
Total consolidated liabilities							<u>(3,920,642)</u>	<u>(2,595,251)</u>
Capital expenditure	202,713	371,290	368	6,588			203,081	377,878
Unallocated capital expenditure							11,784	15,484
Total capital expenditure							<u>214,865</u>	<u>393,362</u>
Depreciation	189,984	168,404	2,069	1,189			<u>192,053</u>	<u>169,593</u>
Unallocated depreciation							6,080	8,203
Total depreciation							<u>198,133</u>	<u>177,796</u>

Seprod Limited – Top Ten Shareholders
June 30, 2013

Shareholder	No. of Shares	% Holding
Musson (Jamaica) Limited	233,747,988	45.27
Coconut Industry Board	163,420,345	31.65
Grace Kennedy Limited Pension Scheme	21,955,904	4.25
National Insurance Fund	15,443,045	2.99
Fred M. Jones Estates Limited	4,470,066	0.87
Scotia Jamaica Investment Management Ltd. A/C 3119	4,348,870	0.82
Investment Nominees Ltd. – A/C Las, Henriques et al S/F	4,027,161	0.78
NCB Insurance Co. Ltd. A/C WT109	2,894,145	0.56
MF&G Trust & Finance A/C #528	2,304,958	0.41
JCSD Trustee Services Limited A/C #76579-02	2,140,054	0.41