



SEPROD LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE THREE MONTHS ENDED MARCH 2014
(expressed in Jamaican dollars unless otherwise indicated)

	Three Months Ending March 31st		Year to Date Ending March 31st	
	2014	2013	2014	2013
	\$'000	\$'000	\$'000	\$'000
Revenue	3,751,930	3,606,490	3,751,930	3,606,490
Direct expenses	(2,835,147)	(2,828,888)	(2,835,147)	(2,828,888)
Gross Profit	916,783	777,602	916,783	777,602
Finance and other operating income	95,803	97,957	95,803	97,957
Dividends	415	413	415	413
(Losses)/gains on stock investments	9,921	(5,500)	9,921	(5,500)
Net foreign exchange gains/(losses)	20,853	37,579	20,853	37,579
Selling expenses	(98,554)	(98,073)	(98,554)	(98,073)
Administration expenses	(410,360)	(411,652)	(410,360)	(411,652)
Operating Profit	534,861	398,326	534,861	398,326
Finance costs	(52,649)	(40,301)	(52,649)	(40,301)
Profit before taxation	482,212	358,025	482,212	358,025
Taxation	(86,602)	(69,433)	(86,602)	(69,433)
Net Profit	395,610	288,592	395,610	288,592
Other Comprehensive Income:				
Fair value gains on available-for-sale investments	34,234	(13,962)	34,234	(13,962)
Foreign exchange gain/(loss) on investment in affiliated company	43,921	40,953	43,921	40,953
Total Comprehensive Income	473,765	315,583	473,765	315,583
Net Profit is Attributable to:				
Stockholders of the company	399,696	297,346	399,696	297,346
Non-controlling interest	(4,086)	(8,754)	(4,086)	(8,754)
	395,610	288,592	395,610	288,592
Total Comprehensive Income is Attributable to:				
Stockholders of the company	477,851	324,337	477,851	324,337
Non-controlling interest	(4,086)	(8,754)	(4,086)	(8,754)
	473,765	315,583	473,765	315,583
Number of Shares in issue ('000)	516,339	516,398	516,339	516,398
Earnings per share (\$)	\$0.77	\$0.58	\$0.77	\$0.58

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 2013.

Taxation Expense

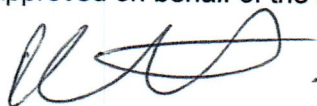
The tax on the group's profit differs from the theoretical amount that would arise using the applicable tax rate of 25% (2013 : 28 3/4 %) as follows:

	Three Months Ending March 31st		Year to Date Ending March 31st	
	2014	2013	2014	2013
	\$'000	\$'000	\$'000	\$'000
Profit before taxation	482,212	358,025	482,212	358,025
Tax calculated at a tax rate of 25% / 28 3/4 %	120,553	102,932	120,553	102,932
Adjusted for the effect of:				
Investment income not subject to tax	(4,321)	(4,189)	(4,321)	(4,189)
Share of Results of Associated Company	-	-	-	-
Unrealised exchange gains not subject to tax	(13,264)	(10,804)	(13,264)	(10,804)
Subsidiaries not subjected to tax	(5,316)	8,901	(5,316)	8,901
Other adjustments	-	-	-	-
	97,653	96,841	97,653	96,841
Deferred Taxation	5,772	(27,408)	5,772	(27,408)
Employment Tax Credit	(16,823)	-	(16,823)	-
	86,602	69,433	86,602	69,433

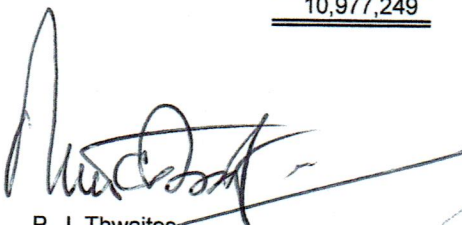
SEPROD LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION UNAUDITED
31 MARCH 2014
(expressed in Jamaican dollars unless otherwise indicated)

	Unaudited 3/31/2014 \$'000	Audited 12/31/2013 \$'000
NET ASSETS EMPLOYED		
Fixed assets	3,763,065	3,787,173
Intangible assets	14,682	15,316
Available-for-sale investments	2,748,589	2,648,676
Long term receivables	278,731	275,445
Retirement benefit asset	-	-
Biological asset	308,833	294,633
Deferred tax	35,883	40,343
	<u>7,149,783</u>	<u>7,061,586</u>
Current Assets		
Inventories	1,937,626	2,252,634
Biological assets	475,008	607,870
Receivables	3,123,492	2,492,039
Available-for-sale investments	47,507	17,957
Held-for-trading Investments	545,616	535,695
Current portion of long term receivables	256,806	339,470
Cash and bank balances	291,324	325,871
	<u>6,677,380</u>	<u>6,571,536</u>
Current Liabilities		
Payables	1,234,194	1,735,502
Demand loan	802,008	590,383
Current portion of long term liabilities	781,812	770,331
Taxation	31,900	67,736
	<u>2,849,914</u>	<u>3,163,952</u>
Net Current Assets	<u>3,827,466</u>	<u>3,407,585</u>
	<u>10,977,250</u>	<u>10,469,171</u>
Equity Attributable to Stockholders of the Company		
Share Capital	560,389	560,389
Capital Reserves	1,218,434	1,140,279
Retained Earnings	8,065,676	7,665,979
	<u>9,844,499</u>	<u>9,366,648</u>
Non-controlling Interest	<u>(173,966)</u>	<u>(169,880)</u>
	<u>9,670,533</u>	<u>9,196,768</u>
Non-current Liabilities		
Long Term Liabilities	897,200	864,202
Deferred Tax	220,416	219,102
Retirement Benefit Obligations	189,100	189,100
	<u>1,306,716</u>	<u>1,272,404</u>
	<u>10,977,249</u>	<u>10,469,171</u>

Approved on behalf of the Board:



P. B. Scott
(Chairman)



P. J. Thwaites
(Vice Chairman)



B. E. Thompson
(Chief Executive Officer)

SEPROD LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
For the three months ended March 31, 2014
(expressed in Jamaican dollars unless otherwise indicated)

(Three months ending 31st March)

	2014	2013
	\$'000	\$'000
CASH RESOURCES WERE PROVIDED BY/(USED IN):		
Operating Activities		
Net profit	473,765	315,582
Items not affecting cash resources:		
Amortisation of intangible assets	634	634
Depreciation	102,818	100,186
Taxation	86,602	69,433
	663,820	485,835
Changes in operating assets and liabilities:		
Inventories	315,009	287,139
Accounts receivable	(631,453)	(377,025)
Biological assets	118,662	82,302
Accounts payable	(501,308)	(171,675)
	(35,271)	306,577
Taxation paid	(116,664)	(180,888)
Cash provided by operating activities	(151,935)	125,689
Investing Activities		
Purchase of fixed assets	(78,710)	(113,411)
Gain/(loss) on disposal of fixed assets	-	-
Repurchase of Shares	-	(900)
Investments in securities, net	(139,384)	(1,132,439)
Investment in associates	-	-
Long term loan receivable	79,378	(10,599)
Cash used in investing activities	(138,716)	(1,257,348)
Financing Activities		
Proceeds from issuance of ordinary shares of subsidiary	-	165,848
Proceeds from sale of preference shares of subsidiary	-	22,033
Dividends paid	-	-
Short term loan received	802,008	-
Short term loan repaid	(590,383)	-
Long term loan received	44,479	976,902
Long term loan repaid	-	-
Cash provided by/ (used in) financing activities	256,104	1,164,783
(Decrease)/Increase in cash and cash equivalents	(34,548)	33,123
Cash and cash equivalents at beginning of year	325,871	183,077
CASH AND CASH EQUIVALENT AT END OF PERIOD	291,324	216,200

SEPROD LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE THREE MONTHS ENDED MARCH 2014
(expressed in Jamaican dollars unless otherwise indicated)

	Equity Attributable to Stockholders of the Company				Non-controlling Interest \$'000	Total Equity \$'000	
	Number of Shares '000	Share Capital \$'000	Capital Reserve \$'000	Retained Earnings \$'000			
				Total \$'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			26,990	297,346	324,336	(8,754)	315,582
Transactions with owners:							
Gain on partial disposal to non-controlling interests					-		-
Additional equity contribution in subsidiary by non-controlling interest				145,361	145,361	(145,361)	-
Purchase of treasury shares	(59)	(64)		(836)	(900)		(900)
Issue of new shares					-		-
Sale of preference shares					-	165,848	165,848
					-	22,033	22,033
							-
Balance at 31 March 2013	516,339	561,224	943,651	7,497,705	9,002,580	(28,164)	8,974,416

	Equity Attributable to Stockholders of the Company				Non-controlling Interest \$'000	Total Equity \$'000	
	Number of Shares '000	Share Capital \$'000	Capital Reserve \$'000	Retained Earnings \$'000			
				Total \$'000			
Balance as at 1 January 2014	516,339	560,388	1,140,279	7,665,981	9,366,648	(169,880)	9,196,768
Total comprehensive income	-	-	78,155	399,696	477,851	(4,086)	473,765
Increase in non-controlling interest in subsidiary							-
Shares repurchased							-
Additional equity contribution in subsidiary by non-controlling interests							-
Issue of new shares							-
Sale of preference shares							-
Dividend Payment							-
Balance at 31 March 2014	516,339	560,388	1,218,434	8,065,677	9,844,499	(173,966)	9,670,533

SEPROD LIMITED
UNAUDITED GROUP FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 2014
INFORMATION ABOUT BUSINESS SEGMENTS
(expressed in Jamaican dollars unless otherwise indicated)

(\$000)

	Manufacturing		Distribution		Eliminations		Consolidated	
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
REVENUE								
External sales	2,531,480	2,473,329	1,220,450	1,133,161			3,751,930	3,606,490
Inter-segment sales	846,083	865,947			(846,083)	(865,947)		
Total revenue	<u>3,377,563</u>	<u>3,339,276</u>	<u>1,220,450</u>	<u>1,133,161</u>	<u>(846,083)</u>	<u>(865,947)</u>	<u>3,751,930</u>	<u>3,606,490</u>
RESULTS								
Segment result	536,650	387,074	25,333	46,295			561,983	433,369
Unallocated corporate expenses							(27,122)	(35,043)
Operating profit	536,650	387,074	25,333	46,295			534,861	398,326
Finance costs	-	-	-	-			(52,649)	(40,301)
Income taxes							(86,602)	(69,433)
Net Profit	<u>536,650</u>	<u>387,074</u>	<u>25,333</u>	<u>46,295</u>			<u>395,610</u>	<u>288,592</u>
OTHER INFORMATION								
Segment assets	7,903,437	7,867,497	933,195	806,007			8,836,632	8,673,503
Unallocated corporate assets							4,990,531	4,597,338
Total consolidated assets							<u>13,827,163</u>	<u>13,270,841</u>
Segment liabilities	(1,338,541)	(1,741,607)	(193,209)	(147,949)			(1,531,750)	(1,889,556)
Unallocated corporate liabilities							(2,624,880)	(2,406,869)
Total consolidated liabilities							<u>(4,156,630)</u>	<u>(4,296,425)</u>
Capital expenditure	72,961	114,748	390	238			73,351	114,986
Unallocated capital expenditure							5,359	(1,575)
Total capital expenditure	99,334	96,129	981	1,042			<u>78,710</u>	<u>113,411</u>
Depreciation							100,315	97,171
Unallocated depreciation							2,503	3,015
Total depreciation							<u>102,818</u>	<u>100,186</u>