



UNAUDITED FINANCIAL RESULTS FOR YEAR ENDED MARCH 31, 2015

The Board of Directors of *SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED* (SRA) is pleased to present the unaudited financial statements for the year ended March 31, 2015.

HIGHLIGHTS

The inadequate supply of pigs for slaughtering continued to have a severe impact on our performance for the period being reported on. We are however pleased to report that the company has implemented various strategies to alleviate the situation. These include (but is not limited to) the expansion in the network of farmers, thus ensuring increased supplies in the months ahead. We are pleased to advise that we have identified, and are working with a number of farmers, the aim being to have at least 25 of them becoming part of the Hi Pro Feed Supply Programme as per our MOU with Hi Pro Feeds which was signed in August of 2014.

Given the proactive approaches being taken, it is expected that by September 2015 the number of farmers required will be in place, and therefore going forward at least 80% of our demand would have been satisfied.

In our opinion, the pig industry is set to rebound, and we are confident that within a time frame of approximately one year, supplies should be much closer to, or even equate with national demand; and in turn will place the company in a better financial position.

The highlight of the quarter was the designation of SRA on as the 9th Agro Park by the Minister of Agriculture on March 26, 2015. This was supported by a grant of \$27m to facilitate completion of our new abattoir. We view this as a positive development as it will see SRA providing slaughtering service to pig, sheep and goat farmers in the county of Cornwall. Apart from the slaughter service to farmers, SRA will increase the number of contract pig farmers as well as issue new contract to sheep and goats farmers.

Construction has been progressing steadily and we are now poised to commence operation in the new facility by June 2015.

FOURTH QUARTER FINANCIAL HIGHLIGHTS

Highlights of the three months ended March 31, 2015

	<u>March 2015</u>	<u>March 2014</u>	<u>Inc/(Dec)%</u>
⬇ Sales revenue	\$29.7m	\$60.3	(51) %
⬇ Net profit/ (Loss)	(\$1.4m)	(\$3.8m)	(63) %
⬇ Earnings per stock unit	(0.02) cents	(0.08) cents	(75) %
⬆ Total assets	\$341m	\$306m	11 %
⬆ Total stockholders 'equity	\$167m	\$67m	150%

Sales Revenue

The company generated sales revenues of \$29.7m for the quarter when compared to \$60.3m for the corresponding quarter of the previous year; a decrease of \$31m or 51 %. This reflects the continued shortage of pigs which began earlier in the year.

Gross Profit

Gross profit for the quarter was \$5.0m compared to \$6.6 m for the corresponding period last year; a decrease of \$1.6m or 24 % this was due to the high price we are now paying for pigs that are in short supply.

Expenses

Total operational expenses were \$6.3m compared to \$10.3m in the corresponding quarter of last year; a decrease of \$4m or 39%. This decrease was driven mainly by our efforts to cut cost in areas such as utilities, Storage and Haulage expenses.

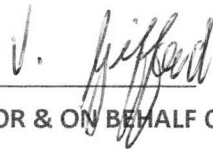
Non-operational expenses were \$.383m when compared to the previous year of \$.153m an increase by, \$.230m or 150% this was due to over draft interest charges incurred.

Net Loss

Net loss for the period was \$1.4m compared to net loss of \$3.7m of the previous period; a decrease of \$2.6m or 63%. This improvement is reflective of the cost containment measures that have been employed.

Highlights of the year ended March 31, 2015

- Sales revenue was \$122.0m when compared to previous period last year of \$309.0m, a decrease of \$187.0m or 61%.
- Gross profit was \$22.4m when compared to same period last year of \$46.1m, a decrease of \$23.7m or 51%.
- Total operational expenses were \$26.0m compared to the previous period last year of \$31.5m, a decrease of \$5.5m or 18%.
- Total non-operational expenses were \$1.3m compared to a \$.153 m of the previous period an increase of \$1.1m or 100%, due to over draft interest incurred.
- **Net loss** for the period was \$(3.8m), compared to a profit of \$ 11.0m a decrease of \$14.8m or 134%.



FOR & ON BEHALF OF THE BOARD OF DIRECTORS

Valdense Gifford
Managing Director

SWEETRIVERABATTOIR&SUPPLIES CO.LIMITED

**Unaudited Statement of Comprehensive Income
For the Year Ended March 31, 2015**

	Three months to March 2015 \$	Three months to March 201 4 \$	Twelve months to March 2015 \$	Twelve months to March 2014 \$
Revenue	29,742,571	60,278,625	121,564,340	308,865,529
Cost of sales	(24,698,323)	(53,676,987)	(99,166,650)	(262,722,159)
Gross Profit	5,044,248	6,601,638	22,397,690	46,143,370
Administrative and General Expenses	(6,283,259)	(10,301,403)	(25,881,685)	(31,454,103)
Operating profit/(loss)	(1,239,011)	(3,699,765)	(3,483,995)	14,689,267
Finance Income	265,929	7,977	985,955	193,955
Finance Cost	(382,574)	(152,957)	(1,293,039)	(152,957)
Profit/(Loss)before Taxation	(1,355,656)	(3,844,745)	(3,791,079)	14,730,265
Taxation	-	-	-	(3,682,566)
Profit/(Loss)after taxation, being total comprehensive profit/ (loss) for the period	(1,355,656)	(3,844,745)	(3,791,079)	11,047,699
Earnings per share	(0.02)	(0.08)	(0.06)	0.22

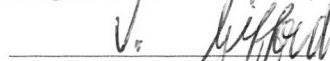
SWEET RIVER ABATTOIR& SUPPLIES COMPANY LIMITED
Unaudited Statement of Financial Position
For the Year Ended March 31, 2015

	12 Months To 31-Mar-15 \$	12 Months To 31-Mar-14 \$	Audited 31-Mar-14 \$
Assets			
Non-Current Assets			
Property, plant and equipment	304,593,523	251,871,015	248,003,430
Deferred Tax Asset	-	-	
Goodwill	6,580,000	6,580,000	6,580,000
	<u>311,173,524</u>	<u>258,451,015</u>	<u>254,583,430</u>
Current Assets			
Cash and Cash Equivalents	21,098,238	3,916,097	3,905,432
Trade and other receivables	8,020,585	20,662,953	26,261,992
Inventories	739,580	23,047,645	20,082,384
Total current assets	<u>29,858,403</u>	<u>47,626,695</u>	<u>50,249,808</u>
Total Assets	<u>341,031,926</u>	<u>306,077,710</u>	<u>304,833,238</u>
Current Liabilities			
Bank overdraft	4,616,440	25,108,626	24,309,945
Trade and Other Payables	21,993,946	55,926,811	67,950,270
Income Tax Payable	5,410,446	5,652,541	5,410,446
Directors' current account	2,000	428,261	477,806
Current portion of long-term loans	21,481,826	2,666,670	21,481,826
	<u>53,504,658</u>	<u>89,782,909</u>	<u>119,630,293</u>
Long-term liabilities			
Long-term liabilities	120,346,051	149,314,637	124,764,233
Deferred Tax Liabilities	42,603	-	42,603
Total Liabilities	<u>173,893,312</u>	<u>239,097,546</u>	<u>244,437,129</u>
Equity			
Share capital	143,495,713	32,762,128	32,962,129
Accumulated Surplus	23,642,901	34,218,036	27,433,980
Total Equity	<u>167,138,614</u>	<u>66,980,164</u>	<u>60,396,109</u>
Total Liability and Equity	<u>341,031,926</u>	<u>306,077,710</u>	<u>304,833,238</u>

Approved for issue by the Board Directors on April 25, 2015 and signed on its behalf by:



Henry Graham- Chairman



Valdense Gifford- Director

SWEET RIVER ABATTOIR& SUPPLIES COMPANY LIMITED

Unaudited Statement of Change in Equity
For the Year Ended March 31, 2015

	Share Capital	Share Advance	Retained Earnings	Total
	\$	\$	\$	\$
Balances as at March 31, 2013	4,500	31,240,203	16,864,556	48,109,259
Monies received for shares purchased	-	1,717,426		1,717,426
	4,500	32,957,629	16,864,556	49,826,685
Balance as at September 01, 2013	4,500	32,957,629	19,487,771	52,449,900
Less share advance		(4,500)		
		(195,000)		(200,000)
Changes in Share Advance	4,500	32,757,628	19,487,771	52,249,900
Net profit attributable to shareholders			14,730,265	14,730,265
Balances as at March 31, 2014	4,500	32,757,628	34,218,036	66,980,164
Audited balances as at March 31, 2014	4,500	32,957,629	27,433,980	60,396,109
Converted share advance	32,957,629	(32,957,629)		
Monies received for shares purchased	118,173,829	-	-	118,173,829
Share issue cost	(7,640,245)	-	-	(7,640,245)
Net Profit/(Loss) attributable to shareholders			(3,791,079)	(3,791,079)
Balances as at March 31, 2015	143,495,713		23,642,901	167,138,614

SWEET RIVER ABATTOIR& SUPPLIES COMPANY LIMITED

**Unaudited Statement of Cash Flows
For Year Ended March 31, 2015**

	31-Mar-15	31-Mar-14	(Audited) 31-Mar-14
	\$	\$	\$
Cash flows from operating activities			
Profit before taxation	(3,791,079)	14,730,265	10,569,424
Adjustments for:			
Depreciation	280,417	291,534	291,534
Bad debt			245,854
Deferred taxation	-	-	(8,849)
Taxation expense	-	-	3,540,324
Interest income	(985,955)	(193,955)	(10,378)
Operating surplus before changes in working capital	(4,496,617)	14,827,844	14,627,909
Trade and other receivables	18,241,407	3,295,515	(2,549,377)
Inventories	19,342,804	(4,581,898)	(1,616,637)
Directors' current account	-	61,561	61,561
Accounts payable & provisions	(45,956,324)	(7,276,309)	4,747,150
Directors' current account	475,806	428,261	477,806
Net cash generated by operations	(12,392,924)	6,754,974	15,748,413
Taxation paid	-	-	(3,782,419)
Interest received	985,955	193,955	10,378
Net cash inflows from operating activities	(11,406,969)	6,948,929	11,976,372
Cash flows from investing activities:			
Acquisition of property, plant and equipment	(56,870,510)	(46,136,745)	(42,269,160)
Net cash outflows from investing activities	(56,870,510)	46,136,745)	42,269,160)
Cash flows from financing activities:			
Proceeds of long term loans	-	-	6,990,936
Repayment of long term loans	(4,418,182)	-	(4,353,941)
Converted share advances	(32,957,629)	-	-
Monies received for shares purchased	143,491,213	1,517,425	1,717,426
Net cash inflows from financing activities	106,115,402	1,517,425	4,354,421
Increase/(Decrease) in cash resources	36,886,311	(37,670,390)	(25,938,367)
Cash resources at the start of the year	(20,404,513)	16,477,861	5,533,854
	16,481,798	(21,192,529)	(20,404,513)
Cash resources comprise:			
Cash and bank balances	21,098,238	3,916,097	3,905,432

SWEET RIVER ABATTOIR& SUPPLIES COMPANY LIMITED

Unaudited Statement of Cash Flows For Year Ended March 31, 2015

	31-Mar-15	31-Mar-14	(Audited) 31-Mar-14
	\$	\$	\$
Bank overdraft	(4,616,440)	(25,108,626)	(24,309,945)
	16,481,798	(21,192,529)	(20,404,513)

Notes to Unaudited Statements For the Year Ended March 31, 2015

1. Identification

Sweet River Limited (“the company”) is incorporated in Jamaica under the Jamaican Companies Act. The company is domiciled in Jamaica with its registered office located at Sweet River, Sav-la-mar, Westmoreland and was listed on the Jamaica Junior Stock Exchange on September 19, 2014. The company’s main activities are the purveying of pork products and provision of abattoir services.

2. Basis Of Preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and comply with the relevant requirements of the Jamaican Companies Act. The financial statements have been prepared under the historical cost basis and are expressed in Jamaican Dollars. The Interim financial statement has been prepared using the same Accounting policies and method of computation as used in the most recent Audited Financial Statement.

3. Segment Reporting

An operating segment is a component of the company that engages in business activities from which it may earn revenues and incur expenses. An operating segment’s operating results are received regularly by the Board of Directors to make decisions about resources to be allocated to the segment and assess its performances.

Based on the nature of the company’s business activities, management has determined that disclosure of segment information is not applicable as the company is operating in one segment.

SWEET RIVER ABATTOIR& SUPPLIES COMPANY LIMITED

4. Taxation

The company's shares were listed on the Junior Market of the Jamaica Stock Exchange on September 19, 2014. Consequently the company is entitled to a remission of the taxes for 5 years. Taxation has been calculated at 25% of taxable profit for the period April – July 2014 as the remission of taxes does not apply to that period. The company is however entitled to 50% remission of income tax for a period of five years from the date of listing.

5. Shareholders' Information

No. of Units

Directors' Holdings

As at March 31, 2015:

HENRY GRAHAM	15,035,009
HECTOR LYONS	7,358,848
AUDLEY DEIDRICK	5,205,603
VALDENCE GIFFORD	4,995,058
NEVIL GRANT	4,654,073
NIGEL MORGAN	935,763
LISA KAY-BRYAN *	81,000

Top Ten Shareholders

As at March 31, 2015:

HENRY GRAHAM	15,035,009
HECTOR LYONS	7,358,848
AUDLEY DEIDRICK	5,205,603
VALDENCE GIFFORD	4,995,058
KIRK FONG	4,689,907
V.M.B.S (PENSION SCHEME)	4,664,000
NATIONAL INSURANCE FUNDS	4,663,300
V.M.B.SOCIETY	4,663,213
NEVIL GRANT	4,654,073
J.C.S.C.D TRUSTEE SERVICE	3,886,005

SWEET RIVER ABATTOIR& SUPPLIES COMPANY LIMITED

Holding of Senior Managers as December 31, 2014

Valdence Gifford	4,995,058
Sean Forbes	4,000
Shareholdings include connected person*	