



UNAUDITED FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2016

RELEASE TO SHAREHOLDERS

The Board of Directors of SWEET RIVER ABATTOIR & SUPPLIES LTD is please to present the unaudited financial statements for the three months ended June 30, 2016.

MANAGING DIRECTOR'S REPORT FOR THE 3 MONTHS PERIOD ENDING JUNE 2016

The recovery and availability of pigs are encouraging and is expected to increase incrementally leading up to the ham season. The outlook for the remainder of the year remains positive.

Our performance over the quarter ending June 2016 saw us slaughtering over 2,000 pigs. However, our revenue was negatively affected due to loss of production associated with our relocation , and contributed to us ending the quarter with a net loss of \$2.2m compared to a net profit of \$1.9m for the same period in 2015. Significant increase in the cost of electricity, insurance and haulage were also key contributors to our loss for the quarter.

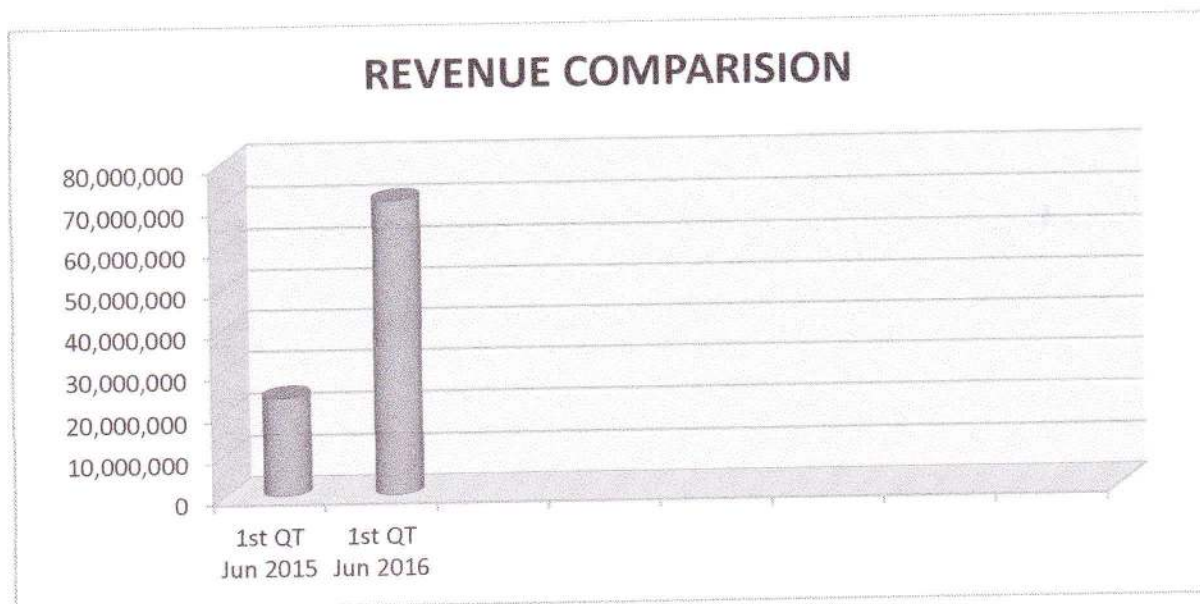
Despite the challenges, we are happy to report that since June our key customers have been receiving increase supply and we are now in a position to fully satisfy their demand. We are also now in a position to take on additional markets as well as the provision of slaughtering service to farmers and organizations. Our slaughtering service include: veterinary ante-mortem examination of all animals, post-mortem inspection by a Public Health Inspector, weighing of the carcass, cold storage and reweighting of carcass before delivery.

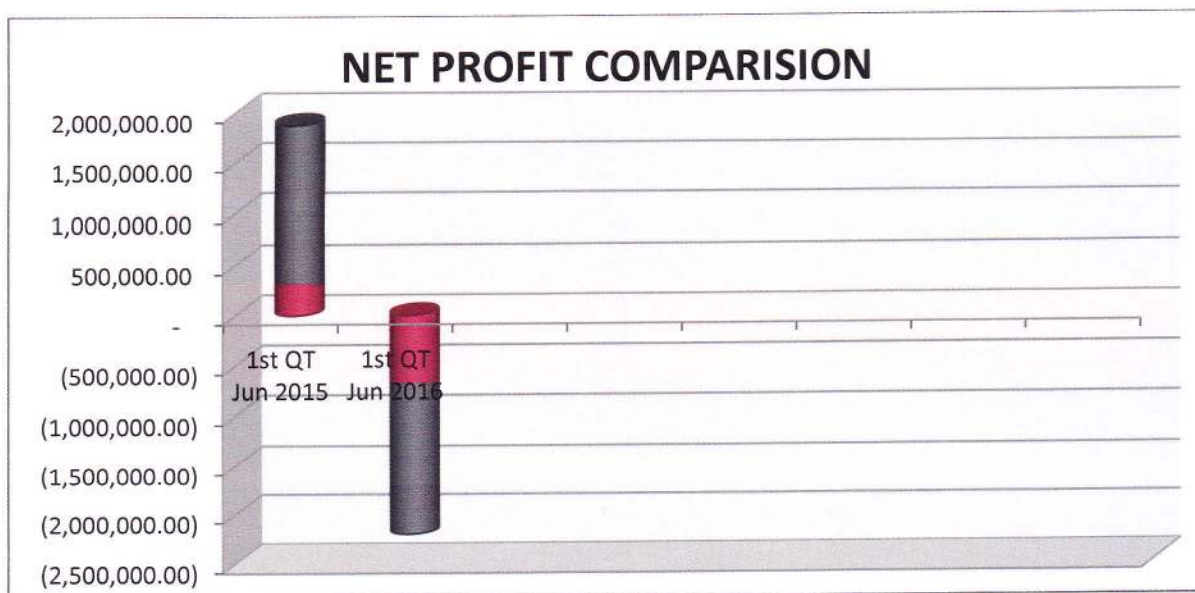
We are very excited about the future and is expecting great results for the remainder of this financial year and beyond.

FIRST QUARTER FINANCIAL HIGHLIGHTS

Highlights of the three months ended June 30 2016

	<u>June 2016</u>	<u>June 2015</u>	<u>Inc/(Dec)%</u>
✦ Sales revenue	\$71.m	\$24.0m	201 %
✦ Net profit/ (Loss)	(\$2.2m)	(\$1.9m)	(217) %
✦ Earnings per stock unit	(0.02) cents	0.04 cents	(150) %
✦ Total assets	\$422m	\$336m	26%
✦ Total stockholders 'equity	\$159m	\$168m	(6)%





Three Months Ended June 30th, 2016 compared to June 30th, 2015

- **Sales Revenue**

The company generated sales revenues in the First quarter of 2016 in the amount of \$71m compared to \$24m of the previous year; an increase of \$47m or 201 %. This increase is due to the available of pigs and with our new plant that has the capacity accommodate more.

- **Gross profit**

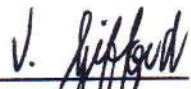
Gross profit of \$5m when compared to the previous period of \$8m; a Decrease of \$3m or (37)% this drop was due to a higher cost of sales incurred to secure pigs for slaughter. With the downward trend in price, it is not anticipated that this situation will persist.

- **Expenses**

Total operational expenses of \$6.3m when compared to previous period of \$5.5 m; an increase of \$.790m or 14 %. This increase was due to higher electricity cost, additional insurance for the new plant and haulage expenses.

- **Net Loss**

A net Loss was incurred of (\$2.2m) when compared to a net profit of \$1.9m of the previous period; a decrease of (\$4.1m) or (217) %.



Valence Gifford
Managing Director
August 18, 2016

SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED

Unaudited Statement of

Comprehensive Income

For the Three Months Period Ending June 30th, 2016

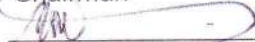
	Three months to June 2016 \$	Three months to June 2015 \$	Audited 31- Mar 2016 \$
Revenue	70,998,243	23,599,409	215,152,210
Cost of sales	(66,039,128)	(15,704,467)	(194,693,506)
Gross Profit	4,959,115	7,894,942	20,458,704
Administrative and General Expenses	(6,290,842)	(5,500,812)	(24,177,518)
Operating (loss)/profit	(1,331,727)	2,394,130	(3,718,814)
Finance Income	-	11,103	94,680
Finance Cost	(870,767)	(526,566)	(3,603,662)
(Loss)/profit before Taxation	(2,202,494)	1,878,667	(7,227,796)
Taxation	-	-	1,696,950
(Loss)/profit after taxation, being total comprehensive (loss)/profit for the period	(2,202,494)	1,878,667	(5,530,846)
Earnings per share (Note 6)	(0.02)	0.04	(0.07)


SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED

**Unaudited statement of financial position
June 30, 2016**

	3 Months To June 30, 2016 \$	3 Months To June 30, 2015 \$	(Audited) Mar 31, 2016 \$
ASSETS			
Non-Current Assets			
Property, plant and equipment	385,113,397	305,388,177	364,695,514
Deferred Tax Asset	3,189,472	1,432,522	3,189,472
Deferred Interest	6,411,267	-	6,411,267
Goodwill	6,580,000	6,580,000	6,580,000
Total non-current assets	401,294,136	313,400,699	380,876,253
Current Assets			
Directors' Current Account	-	2,000	-
Cash and Cash Equivalents	299,105	183,345	1,533,983
Trade and other receivables	9,992,464	7,937,190	15,437,871
Inventories	10,625,174	14,586,491	3,220,434
Total current assets	20,916,743	22,709,026	20,192,288
TOTAL ASSETS	422,210,879	336,109,725	401,068,541
LIABILITIES & EQUITY			
Current Liabilities			
Bank overdraft	6,222,928	5,821,092	15,060,958
Trade and Other Payables	28,236,259	14,992,189	15,048,044
Income Tax Payable	2,821,980	5,014,048	3,721,980
Directors' current account	517,024	-	421,344
Current portion of long term Payables	13,882,816	-	13,882,816
Current portion of long term loan	36,813,331	25,388,388	20,813,331
Total current liabilities	88,494,338	51,215,717	68,948,473
Long Term Liabilities			
Long-term liabilities	129,228,671	116,560,862	129,228,671
Long-term Payables	27,790,420	-	27,790,420
Shareholders Loan	17,976,310	-	14,177,343
Deferred tax liability	-	-	-
Total Liabilities	263,489,739	167,776,579	240,144,907
Equity			
Share capital	143,695,713	143,695,713	143,695,713
Accumulated surplus	15,025,427	24,637,433	17,227,921
Total Equity	158,721,140	168,333,146	160,923,634
Total Liabilities & Equity	422,210,879	336,109,725	401,068,541

Approved for issue by the Board of Directors on August 17th, 2016 and signed on its behalf by:

Chairman

Henry Graham

Director

Valence Gifford

SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED

**Unaudited statement of changes in shareholders' equity
For Three (3) months ending June 30, 2016**

	Share Capital \$	Share Advance \$	Retained Earnings \$	Total \$
Balances as at March 31, 2015	4,500	32,957,629	22,758,767	55,720,896
Converted share advance	32,957,629	(32,957,629)	-	-
Monies received for shares purchased	110,733,584			110,733,584
Net Profit attributable to Shareholders		-	1,878,667	1,878,667
Balance as at June 30, 2015	143,695,713		24,637,434	168,333,147
	143,695,713	-	24,637,434	168,333,147
Net Loss attributable to Shareholders	-	-	(7,409,513)	(7,409,513)
Balances as at March 31, 2016	143,695,713	-	17,227,921	160,923,634
Net Loss attributable to shareholders	-	-	(2,202,494)	(2,202,494)
Balances as at June 30, 2016	143,695,713	-	15,025,427	158,721,140

SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED

Unaudited Statement of Cash Flow Position for
Period Ended June 30th, 2016

	June 30, 2016	June 30, 2015	(Audited) Mar 31, 2016
	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation	(2,202,494)	1,878,667	(5,530,846)
Adjustments to reconcile profit for year to net cash provided by operating activities:			
Bad debt	-	-	-
Depreciation	62,878	70,100	444,526
Deferred tax Income	-	-	(1,756,950)
Deferred tax Interest	-	-	(6,411,267)
Interest income	-	(11,103)	(11,541)
Taxation Provision	-	-	60,000
Operating surplus before changes in working capit	(2,139,616)	1,937,664	(13,206,078)
Trade and other receivables	5,445,407	9,925,556	2,424,875
Inventories	(7,404,740)	5,160,488	16,526,545
Directors' current account	-	-	-
Shareholders loan	-	-	-
Accounts payable & provisions	13,188,215	(20,853,300)	(20,797,445)
Directors' current account	95,680	-	423,344
Net cash generated by operations	9,184,946	(3,829,592)	(14,628,759)
Taxation	(900,000)	-	(1,702,068)
Interest received	-	11,103	11,541
Net cash inflows from operating activities	8,284,946	(3,818,489)	(16,319,286)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	(20,480,761)	(16,953,724)	(76,635,487)
Net cash outflows from investing activities	(20,480,761)	(16,953,724)	(76,635,487)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds of long term Payables	-	(1,390,552)	41,673,236
proceeds of long term loan Net	16,000,000	-	8,092,752
Shareholders loans	3,798,967	-	14,177,343
Bank Overdraft	(8,838,030)	(5,821,092)	8,199,314
Nat cash inflows from financing activities	10,960,937	(7,211,644)	72,142,645
(Decrease)/Increase in cash resources	(1,234,878)	(27,983,858)	(20,812,128)
Cash resources at the start of the year	1,533,983	22,346,111	22,346,111
	299,105	(5,637,747)	1,533,983
Cash resources comprise:			
Cash and bank balances	299,105	183,345	1,533,983
Bank overdraft	-	(5,821,092)	-
	299,105	(5,637,747)	1,533,983

SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED

Notes to the Unaudited Financial Statements

Three Months Period Ended June 30th, 2016

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.

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.

SWEET RIVER ABATTOIR & SUPPLIES COMPANY LIMITED

Notes to the Unaudited Financial Statements Three Months Period Ended June 30th, 2016

5. Shareholders' Information

	No. Of Units
Directors' Holdings	
As at June 30, 2016:	
HENRY GRAHAM	15,035,009
HECTOR LYONS	7,358,848
AUDLEY DEIDRICK	5,205,603
VALDENCE GIFFORD	4,995,058
NEVILLE GRANT	4,654,073
NIGEL MORGAN	919,763
 Top Ten Shareholders	
As at June 30th, 2016:	
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
 Holding of Senior Managers as June 30th, 2016	
Valdence Gifford	4,995,058
Sean Forbes	4,000