



## MANAGING DIRECTOR'S STATEMENT

AMG Packaging & Paper Company Limited (AMG) presents our Audited Financial Statements for the 12 month period ending August 31, 2018.

- Revenues for the period to August 31, 2018 increased 8.88%, moving from \$660.25 million (2017) to \$718.91 million (2018).
- Manufacturing Costs increased 14.04% moving from \$487.27 million 2017 to \$555.69 million 2018.
- Administrative Expenses increased 3.13% when compared to the previous year.
- Profit before Tax for the 12 month period showed a decline of 7.38% when compared to the previous year.

### Continuing Operations:

	12 months ending Aug. 31, 2018	12 months ending Aug. 31, 2017
Total Revenues	718,914,950	660,250,612
Gross Profit	163,220,657	172,979,803
Profit Before Tax	43,098,661	46,537,186
Total Assets	747,006,347	688,941,589

## **Discontinued Operations:**

The discontinued activity of the Toilet Paper division resulted in a net loss of \$68.06 million dollars. This is a non-recurring charge.

## **Summary:**

It was another challenging year for AMG. As previously reported, the Toilet Paper operations were discontinued within the financial year.

Despite a 9% increase in revenues, gains were eroded by dramatic increases in paper prices throughout the year. Paper prices increased 30% to 40% throughout the period. The devaluation of the Jamaican dollar also had a negative effect on the company's overall results.

Management has taken steps to pass on the some of the increases from raw material costs.

Our paper suppliers have indicated some stability returning to the market towards the end of the financial year.

AMG Packaging & Paper successfully transitioned to the new ISO 9001:2015 Quality Management System within the year.

  
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**George Hugh**  
**Managing Director**