

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
FINANCIAL STATEMENTS  
SIX MONTHS ENDED 30 JUNE 2021  
(Unaudited)

---

	Page
Statement of financial position	2
Income statement and statement of comprehensive income	3
Statement of changes in equity	4
Statement of cash flows	5
Notes to the financial statements	6 - 7

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**  
**(Unaudited)**

Expressed in whole \$	Notes	As at 30-June-21	As at 30-June-20	Audited 31-Dec-20
<b>ASSETS:</b>				
Property, plant and equipment	2d	765,231,570	762,103,365	759,357,445
Current assets:				
Inventories		41,277,112	50,984,507	49,900,320
Trade and other receivables		115,071,950	94,132,915	96,719,237
Deposit on equipment		-	-	-
Investments		27,811,792	23,298,846	26,522,548
Cash and cash equivalents	2e	73,351,043	78,352,656	63,908,151
Total current assets		<u>257,511,896</u>	<u>246,768,924</u>	<u>237,050,256</u>
<b>Total Assets</b>		<b><u>1,022,743,466</u></b>	<b><u>1,008,872,289</u></b>	<b><u>996,407,701</u></b>
<b>EQUITY:</b>				
Share capital		90,726,664	90,726,664	90,726,664
Capital reserve		20,825,532	20,825,532	20,825,532
Revaluation reserves		537,342,437	537,342,437	537,342,437
Accumulated other comprehensive income		5,783,122	5,617,970	4,520,715
Retained earnings		<u>35,703,713</u>	<u>62,052,086</u>	<u>40,102,132</u>
<b>Total Equity</b>		<b><u>690,381,467</u></b>	<b><u>716,564,689</u></b>	<b><u>693,517,480</u></b>
<b>LIABILITIES:</b>				
Non-Current Liabilities:				
Long-term loans		127,877,762	119,053,233	125,579,865
Deferred tax liability		<u>13,784,017</u>	<u>-</u>	<u>13,784,017</u>
		<u>141,661,779</u>	<u>119,053,233</u>	<u>139,363,882</u>
Current Liabilities:				
Current portion of long-term loans		31,440,240	23,580,180	14,332,931
Accounts payable and accruals		106,834,300	124,542,628	110,358,438
Bank overdraft		<u>52,425,680</u>	<u>25,131,559</u>	<u>38,834,970</u>
		<u>190,700,221</u>	<u>173,254,367</u>	<u>163,526,339</u>
<b>Total Liabilities</b>		<b><u>332,362,000</u></b>	<b><u>292,307,601</u></b>	<b><u>302,890,221</u></b>
<b>Total Equity and Liabilities</b>		<b><u>1,022,743,466</u></b>	<b><u>1,008,872,289</u></b>	<b><u>996,407,701</u></b>

Approved by the Board of Directors on August 12, 2021 and signed on its behalf by:

Anthony Chang  
Director

Nicola Chang-Murphy  
Director

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
**INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME**  
**SIX MONTHS ENDED 30 JUNE 2021**  
(Unaudited)

Expressed in whole \$	Notes	Qtr Ended 30-June-21	Qtr Ended 30-June-20	YTD Ended 30-June-21	YTD Ended 30-June-20
Revenue		241,368,321	244,581,027	532,328,711	543,628,715
Cost of sales		149,249,416	149,167,070	324,834,721	331,545,852
<b>Gross profit</b>		<u>92,118,905</u>	<u>95,413,957</u>	<u>207,493,991</u>	<u>212,082,863</u>
Depreciation		(7,861,698)	(7,861,698)	(16,023,394)	(15,723,394)
Administrative and other expenses		(58,271,023)	(49,644,146)	(116,319,614)	(104,895,519)
Selling and distribution expenses		(37,938,537)	(33,262,478)	(74,258,727)	(74,184,794)
<b>Profit (Loss) from operations</b>		<u>(11,952,353)</u>	<u>4,645,634</u>	<u>892,256</u>	<u>17,279,157</u>
Interest and Other income		1,040,215	484,684	1,042,237	490,830
Finance costs		(2,491,718)	(3,719,993)	(6,332,912)	(7,889,029)
<b>Profit (Loss) before tax</b>		<u>(13,403,856)</u>	<u>1,410,326</u>	<u>(4,398,419)</u>	<u>9,880,958</u>
<b>Tax</b>		-	(176,291)	-	(1,235,120)
<b>Deferred Tax</b>		-	-	-	-
<b>Profit (Loss) for the period</b>		<u>(13,403,856)</u>	<u>1,234,035</u>	<u>(4,398,419)</u>	<u>8,645,838</u>
<b>Other comprehensive income</b>					
Those that might be reclassified to profit or loss in subsequent periods					
Realized Gain on investments		911,212	0	1,262,407	1,620,241
<b>Total comprehensive (Loss)/ income</b>		<u>(12,492,644)</u>	<u>1,234,035</u>	<u>(3,136,012)</u>	<u>10,266,079</u>
Earnings gain(loss) per share	2f	<u>(0.060)</u>	<u>(0.004)</u>	<u>-0.02</u>	<u>0.04</u>

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**SIX MONTHS ENDED 30 JUNE 2021**  
(Unaudited)

<b>Expressed in whole \$</b>	<b>Share Capital</b>	<b>Revaluation Reserve</b>	<b>Capital Reserve</b>	<b>Other Comp Income</b>	<b>Retained Earnings</b>	<b>Total</b>
Balance at 31 December 2019	90,726,664	537,342,437	20,825,532	3,997,729	53,406,249	706,298,610
Net profit for the period	-	-	-	-	8,645,838	8,645,838
Fair value appreciation of available for sale investments	-	-	-	1,620,241	-	1,620,241
<b>Balance at 30 June 2020</b>	<b>90,726,664</b>	<b>537,342,437</b>	<b>20,825,532</b>	<b>5,617,970</b>	<b>62,052,086</b>	<b>716,564,689</b>
Balance at 31 December 2020	90,726,664	537,342,437	20,825,532	4,520,715	40,102,132	693,517,480
Net profit for the period	-	-	-	-	(4,398,419)	(4,398,419)
Fair value appreciation of available for sale investments	-	-	-	1,262,407	-	1,262,407
<b>Balance at 30 June 2021</b>	<b>90,726,664</b>	<b>537,342,437</b>	<b>20,825,532</b>	<b>5,783,122</b>	<b>35,703,713</b>	<b>690,381,467</b>

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
**STATEMENT OF CASH FLOWS**  
**SIX MONTHS ENDED 30 JUNE 2021**  
(Unaudited)

<b>Expressed in whole \$</b>	<b>YTD Ended 30-June-21</b>	<b>YTD Ended 30-June-20</b>	<b>Audited Y/E 31-Dec-20</b>
<b>SOURCES/(USES) OF CASH</b>			
Operating Activities			
Profit (Loss) before tax	(4,398,419)	8,645,838	(10,446,317)
Tax expense	-	1,235,120	1,117,459
Realised (gain)/loss on investment	-	-	-
Disposal of Fixed asset	-	-	-
Items not affecting cash resources:			
Realised gain on investment	1,262,407	1,620,241	-
Depreciation	16,023,394	15,723,394	33,742,138
	<u>12,887,382</u>	<u>27,224,593</u>	<u>24,413,280</u>
Change in working capital			
Inventories	8,623,208	(5,001,842)	(3,917,655)
Receivables	(18,352,713)	(2,611,517)	5,418,883
Payables	(3,524,138)	10,607,938	(3,576,253)
Deposit on Equipment	-	10,616,722	-
	<u>(366,261)</u>	<u>40,835,894</u>	<u>22,338,255</u>
Net cash from operating activities			
Investing Activities			
Purchase of fixed assets	(21,897,519)	(35,075,340)	(50,348,165)
Proceed from sale of fixed assets	-	-	-
Appreciation of Available for Sale Investments	-	-	-
Financial investments	(1,289,244)	(813,781)	(2,297,488)
	<u>(23,186,763)</u>	<u>(35,889,121)</u>	<u>(52,645,653)</u>
Net cash from investing activities			
Financing Activities			
Loan	19,405,206	13,617,761	10,915,253
Deferred Tax Liability	-	(9,808,761)	-
	<u>19,405,206</u>	<u>3,809,000</u>	<u>10,915,253</u>
Net cash from financing activities			
Net increase (decrease) in cash and cash equivalents	(4,147,818)	8,755,773	(19,392,145)
Net cash and cash equivalents at beginning of year	25,073,181	44,465,326	44,465,326
	<u>20,925,363</u>	<u>53,221,098</u>	<u>25,073,181</u>
Net cash and cash equivalents at end of the period			
Represented by:			
Cash and cash equivalents	73,351,043	78,352,656	63,908,151
Bank overdraft	(52,425,680)	(25,131,559)	(38,834,970)
	<u>20,925,363</u>	<u>53,221,098</u>	<u>25,073,181</u>
Net cash and cash equivalents at end of the period			

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SIX MONTHS ENDED 30 JUNE 2021**  
(Unaudited)

1. GENERAL INFORMATION

Consolidated Bakeries (Jamaica) Limited (the 'Company') is incorporated under the Jamaican Companies Act and is a subsidiary of Chang Brothers Limited, a Jamaican company incorporated under the Jamaican Companies Act.

The Company had its application to the Junior Stock Exchange approved after its successful public share offer of ordinary shares in December 2012.

The main activities of the Company are the manufacture, wholesale and retail sale of edible baked products.

2. ACCOUNTING POLICIES

(a) Statements of Compliance

These interim financial statements for the period ended 30 June 2021, have been prepared in accordance with IAS34, 'Interim Financial Reporting'. These interim financial statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2020.

The accounting policies followed in these interim financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2020, which have been prepared in accordance with International Financial Reporting Standards (IFRS) and comply with the provisions of the Jamaican Companies Act.

(b) Reporting Currency

These financial statements are presented in Jamaican dollars unless otherwise indicated.

(c) Tax Status

Under the Income Tax Act (Jamaica Stock Junior Market Remission Notice 2010), 100% of the Company's income tax liability is relieved for 5 years (2013 to 2017), then 50% for another 5 years from (2018 to 2022), provided the Company remains on the Stock Exchange for a total of 15 years.

(d) Property, Plant and Equipment

All property, plant and equipment are initially recorded at cost. Freehold land and buildings are subsequently shown at market valuation by external independent valuers, less subsequent depreciation of buildings. All other fixed assets are carried at cost less accumulated depreciation.

Expressed in whole \$	YTD Ended 30-June-21	YTD Ended 30-June-20	Audited Y/E 31-Dec-20
NBV as at start of the period	759,357,445	742,751,416	742,751,416
Acquisitions	21,897,519	35,075,340	50,348,166
Depreciation charge	(16,023,394)	(15,723,394)	(33,742,138)
Revaluation increment	-	-	-
Disposal of Fixed Asset Net	-	-	-
NBV as at end of period	<u>765,231,570</u>	<u>762,103,362</u>	<u>759,357,445</u>

**CONSOLIDATED BAKERIES (JAMAICA) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (Cont'n)**  
**SIX MONTHS ENDED 30 JUNE 2021**  
(Unaudited)

---

2. ACCOUNTING POLICIES (Cont'd)

(e) Cash & Cash Equivalents

Cash & cash equivalents include investments with settlement date of 90 days or less.

(f) Earnings per Share

Earnings per share have been calculated by dividing the Net profit/(loss) by the total number of shares at the end of the respective period 222,709,171 (2020 - 222,709,171).

3. SHAREHOLDERS' INFORMATION at 30 June 2021

(a) Top Ten Shareholders

Chang Brothers Limited	136,496,956
Anthony Chang	19,200,468
General Accident Insurance Company Ja. Ltd.	11,863,631
Everton J Smith	7,664,660
David Chang	3,216,000
P.A.M. Ltd - Pooled Pension Equity Fund	2,481,241
Michael Subratie	2,452,590
Everton A Smith	2,350,000
National Supply Company Ltd	2,029,805
Sagicor Select Fund Limited	1,547,510

(b) Shareholdings of Directors and Senior Managers

Vincent Chang *	NIL
Anthony Chang *	19,200,468
Nicola Chang Murphy *	89,000
Noel daCosta	800,000
Philmore Ogle	800,000
Victor Salazar-Chang	194,392
Christopher Goodison	17,000
Delarno Forrest	9,000

\* Directors are major shareholders in Chang Brothers Limited.