


CONSOLIDATED BAKERIES (JAMAICA) LIMITED
FINANCIAL STATEMENTS
NINE MONTHS ENDED 30 SEPTEMBER 2021
(Unaudited)

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

| Expressed in whole \$ | Notes | As at 30-Sep-21 | As at 30-Sep-20 | Audited 31-Dec-20 |
|--|-------|----------------------|--------------------|----------------------|
| ASSETS: | | | | |
| Property, plant and equipment | 2d | 764,443,953 | 765,880,389 | 759,357,445 |
| Current assets: | | | | |
| Inventories | | 49,852,261 | 48,324,182 | 49,900,320 |
| Trade and other receivables | | 103,926,703 | 89,418,134 | 96,719,237 |
| Deposit on equipment | | - | - | - |
| Investments | | 27,811,792 | 23,298,846 | 26,522,548 |
| Cash and cash equivalents | 2e | 63,857,887 | 72,351,359 | 63,908,151 |
| Total current assets | | 245,448,642 | 233,392,521 | 237,050,256 |
| Total Assets | | 1,009,892,595 | 999,272,910 | 996,407,701 |
| EQUITY: | | | | |
| 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 | | 6,238,907 | 5,617,970 | 4,520,715 |
| Retained earnings | | 33,080,304 | 58,650,301 | 40,102,132 |
| Total Equity | | 688,213,844 | 713,162,904 | 693,517,480 |
| LIABILITIES: | | | | |
| Non-Current Liabilities: | | | | |
| Long-term loans | | 137,573,207 | 116,544,870 | 125,579,865 |
| Deferred tax liability | | 13,784,017 | 10,570,964 | 13,784,017 |
| | | 151,357,224 | 127,115,834 | 139,363,882 |
| Current Liabilities: | | | | |
| Current portion of long-term loans | | 31,440,240 | 23,580,180 | 14,332,931 |
| Accounts payable and accruals | | 103,593,484 | 113,231,856 | 110,358,438 |
| Bank overdraft | | 35,287,803 | 22,182,139 | 38,834,970 |
| | | 170,321,527 | 158,994,174 | 163,526,339 |
| Total Liabilities | | 321,678,751 | 286,110,008 | 302,890,221 |
| Total Equity and Liabilities | | 1,009,892,596 | 999,272,910 | 996,407,701 |

Approved by the Board of Directors on _____, 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
NINE MONTHS ENDED 30 SEPTEMBER 2021
(Unaudited)

| Expressed in whole \$ | Notes | Qtr Ended 30-Sep-21 | Qtr Ended 30-Sep-20 | YTD Ended 30-Sep-21 | YTD Ended 30-Sep-20 |
|--|-------|------------------------|------------------------|------------------------|------------------------|
| Revenue | | 266,565,931 | 226,375,496 | 798,877,259 | 770,004,211 |
| Cost of sales | | 160,961,795 | 134,438,217 | 486,418,830 | 465,984,069 |
| Gross profit/(Loss) | | 105,604,136 | 91,937,279 | 312,458,429 | 304,020,142 |
| Depreciation | | (8,073,427) | (7,861,698) | (24,096,821) | (23,585,092) |
| Administrative and other expenses | | (62,115,503) | (54,370,415) | (177,813,120) | (159,265,934) |
| Selling and distribution expenses | | (35,136,378) | (30,751,745) | (109,394,788) | (104,936,539) |
| Profit (Loss) from operations | | 278,828 | (1,046,578) | 1,153,700 | 16,232,578 |
| Interest and Other income | | 216,132 | 542,267 | 1,258,369 | 1,033,097 |
| Finance costs | | (3,100,984) | (2,512,354) | (9,433,896) | (10,401,383) |
| Profit/(Loss) before tax | | (2,606,025) | (3,016,665) | (7,021,828) | 6,864,292 |
| Tax | | - | 377,083 | - | (858,036) |
| Deferred Tax | | - | - | - | (762,203) |
| Profit/(Loss) for the period | | (2,606,025) | (2,639,582) | (7,021,828) | 5,244,052 |
| Other comprehensive income | | | | | |
| Those that might be reclassified to profit or loss in subsequent periods | | | | | |
| <i>Unrealized/(Realized) Gain on investments</i> | | 455,785 | 0 | 1,718,192 | 1,620,241 |
| Total comprehensive Income/(Loss) | | (2,150,240) | (2,639,582) | (5,303,636) | 6,864,293 |
| Earnings gain(loss) per share | 2f | (0.012) | (0.012) | (0.03) | 0.02 |

CONSOLIDATED BAKERIES (JAMAICA) LIMITED
STATEMENT OF CHANGES IN EQUITY
NINE MONTHS ENDED 30 SEPTEMBER 2021
(Unaudited)

| Expressed in whole \$ | Share Capital | Revaluation Reserve | Capital Reserve | Other Comp Income | Retained Earnings | Total |
|---|----------------------|----------------------------|------------------------|--------------------------|--------------------------|--------------------|
| 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 |
| Balance at 30 September 2020 | 90,726,664 | 537,342,437 | 20,825,532 | 5,617,970 | 62,052,086 | 716,564,689 |
| 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 | - | - | - | - | (7,021,828) | (7,021,828) |
| Fair value appreciation of available for sale investments | - | - | - | 1,718,192 | - | 1,718,192 |
| Balance at 30 September 2021 | 90,726,664 | 537,342,437 | 20,825,532 | 6,238,907 | 33,080,304 | 688,213,844 |

CONSOLIDATED BAKERIES (JAMAICA) LIMITED
STATEMENT OF CASH FLOWS
NINE MONTHS ENDED 30 SEPTEMBER 2021
(Unaudited)

| Expressed in whole \$ | YTD Ended 30-Sep-21 | YTD Ended 30-Sep-20 | Audited Y/E 31-Dec-20 |
|--|--------------------------|--------------------------|--------------------------|
| SOURCES/(USES) OF CASH | | | |
| Operating Activities | | | |
| Profit/(Loss) for the period | (7,021,828) | 6,864,293 | (10,446,317) |
| Tax expense | - | 1,620,239 | 1,117,459 |
| Realised (gain)/loss on investment | - | - | - |
| Disposal of Fixed asset | - | - | - |
| Items not affecting cash resources: | | | |
| Unrealised gain on investment | 1,718,192 | (1,620,241) | - |
| Depreciation | 24,096,821 | 23,585,092 | 33,742,138 |
| | <u>18,793,185</u> | <u>30,449,383</u> | <u>24,413,280</u> |
| Change in working capital | | | |
| Inventories | 48,059 | (2,341,517) | (3,917,655) |
| Receivables | (7,207,466) | 2,103,264 | 5,418,883 |
| Payables | (6,764,954) | (702,834) | (3,576,253) |
| Deposit on Equipment | - | 10,616,722 | - |
| | <u>4,868,825</u> | <u>40,125,017</u> | <u>22,338,255</u> |
| Net cash from operating activities | | | |
| Investing Activities | | | |
| Purchase of fixed assets | (29,183,329) | (46,714,063) | (50,348,165) |
| Proceed from sale of fixed assets | - | - | - |
| Appreciation of Available for Sale Investments | - | - | - |
| Financial investments | (1,289,244) | 403,230 | (2,297,488) |
| | <u>(30,472,573)</u> | <u>(46,310,832)</u> | <u>(52,645,653)</u> |
| Net cash from investing activities | | | |
| Financing Activities | | | |
| Loan | 29,100,651 | 11,127,507 | 10,915,253 |
| Deffered Tax Liability | - | 762,203 | - |
| Net cash from financing activities | <u>29,100,651</u> | <u>11,889,710</u> | <u>10,915,253</u> |
| Net increase cash and cash equivalents | 3,496,903 | 5,703,895 | (19,392,145) |
| Net cash and cash equivalents at beginning of year | <u>25,073,181</u> | <u>44,465,326</u> | <u>44,465,326</u> |
| Net cash and cash equivalents at end of the period | <u><u>28,570,084</u></u> | <u><u>50,169,221</u></u> | <u><u>25,073,181</u></u> |
| Represented by: | | | |
| Cash and cash equivalents | 63,857,887 | 72,351,359 | 63,908,151 |
| Bank overdraft | (35,287,803) | (22,182,139) | (38,834,970) |
| Net cash and cash equivalents at end of the period | <u><u>28,570,084</u></u> | <u><u>50,169,221</u></u> | <u><u>25,073,181</u></u> |

CONSOLIDATED BAKERIES (JAMAICA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
NINE MONTHS ENDED 30 SEPTEMBER 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 September 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-Sep-21 | YTD Ended 30-Sep-20 | Audited Y/E 31-Dec-20 |
|-------------------------------|------------------------|------------------------|--------------------------|
| NBV as at start of the period | 759,357,445 | 742,751,416 | 742,751,416 |
| Acquisitions | 29,183,329 | 35,075,340 | 50,348,166 |
| Depreciation charge | (24,096,821) | (15,723,394) | (33,742,138) |
| Revaluation increment | - | - | - |
| Disposal of Fixed Asset Net | - | - | - |
| NBV as at end of period | <u>764,443,953</u> | <u>762,103,362</u> | <u>759,357,445</u> |

CONSOLIDATED BAKERIES (JAMAICA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Cont'n)
NINE MONTHS ENDED 30 SEPTEMBER 2021
(Unaudited)

2. ACCOUNTING POLICIES (Cont'd)

(e) Cash & Cash Equivalents

Cash & cash

(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 September 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 | 2,385,000 |
| National Supply Company Ltd | 2,029,805 |
| Sagicor Select Fund Ltd | 1,547,510 |

(b) Shareholdings of Directors and Senior Managers

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

* Directors are major shareholders in Chang Brothers Limited.