

JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 Weeks Ended March 31, 2023





JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

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JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023


## Performance Highlights

2% increase   
**\$7.0bn**


Growing Revenue

9% increase   
**1.1\$bn**

Improving EBIT

8% increase   
**\$439m**

Increasing Shareholder's Profits

14% increase   
**\$51.9bn**

Expanding Total Assets

9% increase   
**\$19.9bn**

Solid Shareholders' Equity

**\$10.9bn**

Healthy Cash and Short-term Investments



JAMAICA PRODUCERS GROUP LIMITED

## UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

### Chairman's Statement Cont'd

Jamaica Producers Group ("JP" or the "Group") delivered a solid performance for the 2023 first quarter. Relative to 2022, JP increased profit attributable to shareholders by 8% to \$439 million and benefited from a 2% increase in revenues to \$7.1 billion. Our Group earned consolidated profit of \$841 million during the period.

#### JP Logistics & Infrastructure

The JP Logistics & Infrastructure Division (the "L&I Division") produced a very strong first quarter result. The L&I Division accounts for the major share of the Group's net assets and, in turn, its profits. In addition to Kingston Wharves Limited (which operates a multipurpose port and logistics hub and is the Division's largest subsidiary), the L&I Division also includes JP Logistics Solutions (which operates full service freight consolidation, logistics and freight forwarding services to support cargo movements between the United States, the United Kingdom and the Caribbean) and Geest Line (which operates a shipping line between Europe, the Caribbean and Latin America). The L&I Division generated profit before finance cost and taxation of \$1.1 billion from revenues of \$2.9 billion in the 2023 first quarter, an increase of 11% relative to the comparable period in 2022. JP's shipping and logistics business is, in general, delivering attractive returns to shareholders under current economic conditions.

#### JP Food & Drink

JP's Food & Drink Division (the "F&D Division") is the largest contributor to the revenues of the Group. The Division earned revenues in the first quarter of \$4.2 billion, an increase of 2% relative to the comparable period in the prior year. Profit before finance cost and taxation for the Division was \$31 million, a reduction relative to the prior year. The F&D Division comprises our portfolio of subsidiaries that are engaged in farming, food processing, distribution and retail of food and drink, and has production facilities in Europe and the Caribbean, and operates a distribution centre in the United States. Our range of specialty food and drink products includes fresh juices in Europe (the "JP Juice Group") and tropical snacks, fresh fruit, water products and Caribbean rum-based baked goods in the Caribbean (the "Caribbean Food Group").

The JP Juice Group, which comprises our juice production facilities in Holland, Spain and Belgium, is the largest contributor to the revenues and profits of the Division. This business is a market leader in fresh juice in Northern Europe, and through its subsidiaries serves as a co-packer of juice for major supermarket and food service entities in the Netherlands, Belgium, Scandinavia, Switzerland and Italy and operates a joint venture fresh juice manufacturer in Spain. At the end of the first quarter, the JP Juice Group acquired an additional production facility in Belgium. The JP Juice Group performed satisfactorily in the quarter and has identified significant opportunities to profitably grow its trading relationships with major European retailers and food service enterprises.

The Caribbean Food Group, the less significant part of the F&D Division, is comprised of our food production and distribution entities in the Americas. Although we experienced revenue and margin growth in a few products and markets, the Caribbean Food Group had a challenging quarter. This was in part due to seasonally affected commodity prices and sales volumes. We have established turnaround and revenue growth plans for the most challenging parts of the business and expect to see the benefits of these, before the end of the year.



JAMAICA PRODUCERS GROUP LIMITED

## UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

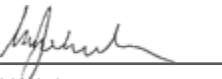
### Chairman's Statement Cont'd

#### Outlook

In November 2022, JP entered into an agreement with PanJam Investment Limited ("PanJam") that resulted in JP transferring its core operating businesses to PanJam in exchange for a 34.5% interest in that entity. Our shareholders endorsed the agreement and our vision for the future by granting their approval of the arrangement. The transaction was completed at the beginning of the second quarter of 2023 and the combined enterprise was renamed Pan Jamaica Group Limited. We are convinced that the strength of the two businesses enterprises now operating as one will significantly enhance shareholder returns through further diversification and a stronger platform for business development and acquisition-led growth.

2023 will naturally be a transition year in which the Pan Jamaica Group will combine and refocus the management and operations of the enterprise and account for transaction costs associated with the deal. Looking forward, we expect to benefit from Pan Jamaica Group managing our existing businesses in Food & Drink and Logistics & Infrastructure along with its substantial Jamaican property portfolio and investments in market-leading firms in financial services, hotels and attractions, and business process outsourcing. JP partnered successfully with PanJam in the past and we are very optimistic about the prospects of working alongside the new Pan Jamaica Group as an associated company of JP.

I thank our board, management and operating teams for their commitment to our business and our shared values, and our customers and partners for their continued support.

  
Chairman  
C.H. Johnston



JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

## Group Balance Sheet

	Unaudited as at March 31, 2023 \$'000	Unaudited as at April 02, 2022 \$'000	Audited as at December 31, 2022 \$'000
<b>Current assets</b>			
Cash and cash equivalents	1,949,557	973,341	1,214,116
Short-term investments	306,073	658,827	592,602
Securities purchased under resale agreements	8,689,098	9,875,483	10,217,311
Accounts receivable	4,576,678	3,817,194	3,453,623
Taxation recoverable	135,955	71,905	173,560
Inventories	1,655,865	1,223,877	1,442,521
<b>Total current assets</b>	<b>17,313,226</b>	<b>16,620,627</b>	<b>17,093,733</b>
<b>Current liabilities</b>			
Accounts payable	5,825,079	4,292,804	5,262,276
Taxation	90,550	81,721	232,060
Loans and borrowings	1,914,856	837,389	1,119,800
Lease liabilities	84,141	148,855	125,703
<b>Total current liabilities</b>	<b>7,914,626</b>	<b>5,360,769</b>	<b>6,739,839</b>
<b>Working capital</b>	<b>9,398,600</b>	<b>11,259,858</b>	<b>10,353,894</b>
<b>Non-current assets</b>			
Biological assets	152,494	113,000	154,761
Interest in associates and joint ventures	1,742,686	1,082,235	2,019,289
Investments	557,509	465,661	461,992
Intangible assets	2,824,248	1,545,025	1,396,584
Deferred tax assets	3,247	3,624	5,575
Property, plant and equipment	27,848,952	22,650,356	24,614,201
Investment property	542,883	550,803	544,863
Right-of-use assets	337,685	533,261	385,048
Employee benefit asset	558,899	1,698,874	558,899
<b>Total non-current assets</b>	<b>34,568,603</b>	<b>28,642,839</b>	<b>30,141,212</b>
<b>Total assets less current liabilities</b>	<b>43,967,203</b>	<b>39,902,697</b>	<b>40,495,106</b>
<b>Equity</b>			
Share capital	112,214	112,214	112,214
Reserves	19,815,197	18,161,452	19,013,217
<b>Total equity attributable to equity holders of the parent</b>	<b>19,927,411</b>	<b>18,273,666</b>	<b>19,125,431</b>
<b>Non-controlling interest</b>	<b>17,169,374</b>	<b>16,627,398</b>	<b>16,759,852</b>
<b>Total equity</b>	<b>37,096,785</b>	<b>34,901,064</b>	<b>35,885,283</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	1,208,088	1,361,844	1,179,845
Loans and borrowings	5,157,355	2,840,874	2,918,817
Lease liabilities	246,226	402,165	252,411
Employee benefit obligations	258,749	396,750	258,749
<b>Total non-current liabilities</b>	<b>6,870,418</b>	<b>5,001,633</b>	<b>4,609,823</b>
<b>Total equity and non-current liabilities</b>	<b>43,967,203</b>	<b>39,902,697</b>	<b>40,495,106</b>
<b>Parent company stockholders' equity per ordinary stock unit:</b>			
Based on stock units in issue	<b>\$17.76</b>	<b>\$16.28</b>	<b>\$17.04</b>
After exclusion of stock units held by ESOP	<b>\$18.90</b>	<b>\$17.41</b>	<b>\$18.17</b>



JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

## Group Profit and Loss Account

	Notes	Unaudited 13 weeks ended March 31, 2023 \$'000	Unaudited 13 weeks ended April 02, 2022 \$'000
Gross operating revenue	3	7,061,992	6,911,751
Cost of operating revenue		( 5,059,978 )	( 4,993,001 )
<b>Gross profit</b>		<b>2,002,014</b>	<b>1,918,750</b>
Other income and expenses, net		151,701	107,424
Selling, administration and other operating expenses		( 1,315,444 )	( 1,172,908 )
<b>Profit from operations</b>		<b>838,271</b>	<b>853,266</b>
Share of profits in associates and joint ventures		249,535	146,284
<b>Profit before finance cost and taxation</b>		<b>1,087,806</b>	<b>999,550</b>
Finance cost		( 57,145 )	( 56,634 )
<b>Profit before taxation</b>		<b>1,030,661</b>	<b>942,916</b>
Taxation charge		( 190,110 )	( 132,151 )
<b>Profit for the period</b>		<b>840,551</b>	<b>810,765</b>
<b>Attributable to:</b>			
<b>Parent company stockholders</b>		439,046	406,093
<b>Non-controlling interest</b>		401,505	404,672
		<b>840,551</b>	<b>810,765</b>
<b>Dealt with in the financial statements of:</b>			
<b>The company</b>		( 101,399 )	( 108,416 )
<b>Subsidiary companies</b>		338,629	368,212
<b>Associated companies and joint ventures</b>		201,816	146,297
		<b>439,046</b>	<b>406,093</b>
<b>Profit per ordinary stock unit:</b>	4		
<b>Based on stock units in issue</b>		<b>39.13 ¢</b>	<b>36.19 ¢</b>
<b>Excluding stock units held by ESOP</b>		<b>41.71 ¢</b>	<b>38.79 ¢</b>



JAMAICA PRODUCERS GROUP LIMITED

## UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

### Group Statement of Profit or Loss and Other Comprehensive Income

	Unaudited 13 weeks ended March 31, 2023 \$'000	Unaudited 13 weeks ended April 02, 2022 \$'000
<b>Profit for the period</b>	<b>840,551</b>	<b>810,765</b>
<b>Other comprehensive income:</b>		
Items that will not be reclassified to profit or loss:		
comprehensive income (FVOCI) investments	-	( 1,825 )
Items that may be reclassified to profit or loss:		
Exchange (gains)/losses on translating foreign operations	335,429	( 90,997 )
	<b>335,429</b>	<b>( 92,822 )</b>
<b>Total comprehensive income for the period</b>	<b>1,175,980</b>	<b>717,943</b>
<b>Attributable to:</b>		
<b>Parent company stockholders</b>	767,708	315,127
<b>Non-controlling interest</b>	408,272	402,816
	<b>1,175,980</b>	<b>717,943</b>





JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

## Group Statement of Changes in Equity

	Share Capital \$'000	Share Premium \$'000	Capital Reserves \$'000	Fair Value Reserve \$'000	Reserve For Own Shares \$'000	Retained Profits \$'000	Parent Company Stockholders' Equity \$'000	Non- Controlling Interest \$'000	Total Equity \$'000
<b>Balances at December 31, 2021</b>	<b>112,214</b>	<b>135,087</b>	<b>4,492,620</b>	<b>( 62,983 )</b>	<b>( 64 )</b>	<b>13,276,583</b>	<b>17,953,457</b>	<b>16,219,005</b>	<b>34,172,462</b>
<b>Changes in equity:</b>									
<b>Profit for the period</b>	-	-	-	-	-	406,093	406,093	404,672	810,765
<b>Other comprehensive (loss)/income</b>									
Exchange gains arising on translation of foreign operations	-	-	( 89,141 )	-	-	-	( 89,141 )	( 1,856 )	( 90,997 )
Change of fair value through other comprehensive income (FVOCI) investments	-	-	-	( 1,825 )	-	-	( 1,825 )	-	( 1,825 )
<b>Total other comprehensive loss</b>	-	-	( 89,141 )	( 1,825 )	-	-	( 90,966 )	( 1,856 )	( 92,822 )
<b>Total comprehensive (loss)/income for the period</b>	-	-	( 89,141 )	( 1,825 )	-	406,093	315,127	402,816	717,943
<b>Other reserve movements</b>									
Other transfer to capital reserve	-	-	3,251	-	-	( 3,251 )	-	-	-
<b>Transactions with owners recorded directly in equity</b>									
<b>Contributions and distributions</b>									
Own shares sold by ESOP	-	-	-	-	5,082	-	5,082	-	5,082
Net movement in subsidiary ESOP	-	-	-	-	-	-	-	5,577	5,577
<b>Total transactions with owners recorded directly in equity</b>	-	-	-	-	5,082	-	5,082	5,577	10,659
<b>Total (decrease)/increase in equity</b>	-	-	( 85,890 )	( 1,825 )	5,082	402,842	320,209	408,393	728,602
<b>Balances at April 2 2022</b>	<b>112,214</b>	<b>135,087</b>	<b>4,406,730</b>	<b>( 64,808 )</b>	<b>5,018</b>	<b>13,679,425</b>	<b>18,273,666</b>	<b>16,627,398</b>	<b>34,901,065</b>
Retained in the financial statements of:									
The company	112,214	135,087	517,013	( 3,902 )	-	2,928,279	3,688,691		
Subsidiary companies	-	-	3,889,717	( 60,906 )	5,018	10,218,047	14,051,876		
Associate companies	-	-	-	-	-	533,099	533,099		
<b>Balances at April 2 2022</b>	<b>112,214</b>	<b>135,087</b>	<b>4,406,730</b>	<b>( 64,808 )</b>	<b>5,018</b>	<b>13,679,425</b>	<b>18,273,666</b>		



JAMAICA PRODUCERS GROUP LIMITED

# UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

## Group Statement of Changes in Equity Cont'd

	Share Capital \$'000	Share Premium \$'000	Capital Reserves \$'000	Fair Value Reserve \$'000	Reserve For Own Shares \$'000	Retained Profits \$'000	Parent Company Stockholders' Equity \$'000	Non- Controlling Interest \$'000	Total Equity \$'000
<b>Balances at December 31, 2022</b>	<b>112,214</b>	<b>135,087</b>	<b>3,792,073</b>	<b>( 68,476 )</b>	<b>46,976</b>	<b>15,107,557</b>	<b>19,125,431</b>	<b>16,759,852</b>	<b>35,885,283</b>
<b>Changes in equity:</b>									
<b>Profit for the period</b>	-	-	-	-	-	439,046	439,046	401,505	840,551
<b>Other comprehensive (income)/loss</b>									
Exchange gains arising on translation of foreign operations	-	-	328,662	-	-	-	328,662	6,767	335,429
<b>Total other comprehensive income</b>	-	-	328,662	-	-	-	328,662	6,767	335,429
<b>Total comprehensive income for the period</b>	-	-	328,662	-	-	439,046	767,708	408,272	1,175,980
<b>Other reserve movements</b>									
Other transfer to capital reserve	-	-	3,354	-	-	( 3,354 )	-	-	-
<b>Transactions with owners recorded directly in equity</b>									
<b>Contributions and Distributions</b>									
Own shares sold by ESOP	-	-	-	-	34,273	-	34,273	-	34,273
Net movement in subsidiary ESOP	-	-	-	-	-	-	-	1,250	1,250
<b>Total transactions with owners recorded directly in equity</b>	-	-	-	-	34,273	-	34,273	1,250	35,523
<b>Total increase in equity</b>	-	-	332,016	-	34,273	435,692	801,983	409,522	1,211,503
<b>Balances at March 31, 2023</b>	<b>112,214</b>	<b>135,087</b>	<b>4,124,089</b>	<b>( 68,476 )</b>	<b>81,249</b>	<b>15,543,249</b>	<b>19,927,411</b>	<b>17,169,374</b>	<b>37,096,785</b>
Retained in the financial statements of:									
The company	112,214	135,087	190,033	( 7,570 )	-	2,545,934	2,975,698		
Subsidiary companies	-	-	3,934,056	( 60,906 )	81,249	11,793,026	15,747,424		
Associate companies and joint ventures	-	-	-	-	-	1,204,289	1,204,289		
<b>Balances at March 31, 2023</b>	<b>112,214</b>	<b>135,087</b>	<b>4,124,089</b>	<b>( 68,476 )</b>	<b>81,249</b>	<b>15,543,249</b>	<b>19,927,411</b>		



JAMAICA PRODUCERS GROUP LIMITED

## UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

### Group Statement of Cash Flows

	Unaudited as at 13 weeks ended March 31, 2023	Unaudited as at 13 weeks ended April 02, 2022
	\$'000	\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the year	840,551	810,765
Adjustments for items not affecting cash:		
Depreciation and amortisation	396,803	382,479
Share of profits in associate companies and joint ventures	( 249,535 )	( 146,284 )
Gains on disposal of fixed assets and investments	( 1,173 )	-
Exchange movement	94,993	( 23,737 )
Taxation charge	190,110	132,149
Net interest income	( 35,832 )	( 41,941 )
Other items	186	( 11,258 )
	<u>1,236,103</u>	<u>1,102,173</u>
Increase in current assets	( 488,256 )	( 704,066 )
Increase/(Decrease) in current liabilities	465,975	( 9,051 )
<b>CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b><u>1,213,822</u></b>	<b><u>389,054</u></b>
<b>CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
Additions to property, plant, equipment, intangible assets & ROU assets	( 1,779,066 )	( 196,325 )
Additions to biological assets	( 17,884 )	( 14,430 )
Additions to investments	( 95,516 )	-
Proceeds from disposal of property, plant and equipment and investments	699	-
Movement in short term investments and repos	1,814,742	201,716
Net movement in interest in associates	525,545	13,026
Net movement in own shares held by group ESOPs	35,523	10,658
Acquisition of shares in subsidiary, net of cash acquired	( 661,770 )	( 4,280 )
Long term loans receivable		55,015
Acquisition of associates and joint ventures	( 154 )	-
Interest received	130,617	96,242
<b>CASH (USED)/PROVIDED BY INVESTMENT ACTIVITIES</b>	<b><u>( 47,264 )</u></b>	<b><u>161,622</u></b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net movement in loans	344,546	( 201,949 )
Net movement in right-of-use liabilities	( 56,039 )	( 36,000 )
Interest paid	( 46,791 )	( 51,729 )
Distributions to non-controlling interest	( 356,692 )	( 306,921 )
Distributions to stockholders, net	( 316,141 )	( 262,786 )
<b>CASH USED BY FINANCING ACTIVITIES</b>	<b><u>( 431,117 )</u></b>	<b><u>( 859,385 )</u></b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>735,441</b>	<b>( 308,707 )</b>
<b>Cash at beginning of the period</b>	<b>1,214,116</b>	<b>1,282,048</b>
<b>Cash at end of the period</b>	<b><u>1,949,557</u></b>	<b><u>973,341</u></b>



JAMAICA PRODUCERS GROUP LIMITED

## UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

# Notes to the Financial Statements

### 1. Group's Operations and Activities

Jamaica Producers Group Limited ("the company") is incorporated and domiciled in Jamaica. The company's registered office is located at 4 Fourth Avenue, Newport West, Kingston 13, Jamaica.

The main activities of the company, its subsidiaries (collectively, "group"), joint ventures and associates are port terminal operations, shipping and logistics, the cultivation, marketing and distribution of fresh produce, food and drink manufacturing, land management and the holding of investments.

On March 21, 2023, the group acquired a 100% shareholding in The Juicy Group NV and HPP Belgium BV. Both companies are involved in the manufacture and distribution of juices and are based in Binche, Belgium.

During the prior year, on January 3, 2022, the group acquired a 100% shareholding in Miami Freight & Shipping Company ("MFS"). MFS is a Miami, Florida, based company engaged in freight handling, logistics and shipping primarily between North America and the Caribbean.

### 2. Basis of Presentation

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations, issued by the International Accounting Standards Board (IASB) and comply with the provisions of the Jamaican Companies Act.

The accounting policies and methods of computation used in these financial statements are consistent with the most recent annual report except where certain new, revised and amended standards and interpretations came into effect during the current financial year.

### 3. Gross operating revenue

Gross operating revenue comprises investment income, the gross sales of goods and services of the group and commission earned by the group on consignment sales. This is shown after deducting returns, rebates, discounts and consumption taxes and eliminating sales within the group.

### 4. Profit per stock unit and stockholders' equity per stock unit

Profit per ordinary stock unit is calculated by dividing the profit attributable to the group for the quarter of \$439,046,000 by 1,122,144,036, being the total number of ordinary stock units in issue during the quarter and a weighted average number of ordinary stock units in issue (excluding those held by the ESOP) during the quarter. The weighted average number of ordinary stock units in issue (excluding those held by the ESOP) for the quarter ended March 31, 2023, was 1,052,689,311 (2022 - 1,049,701,706) stock units.

Stockholders' equity per ordinary stock unit is calculated by dividing the parent company stockholders' equity by 1,122,144,036 being the total number of ordinary stock units in issue at the end of the quarter and 1,054,619,947 (2022 - 1,049,921,706), representing the total number of ordinary stock units in issue for the quarter ended March 31, 2023 less those held by the ESOP at the same date.



## 5. Accounting Policies

The following accounting policies have been reflected in these financial statements in compliance with IFRS:

### a. Business combinations

Business combinations are accounted for using the acquisition method as at the acquisition date, which is the date on which control is transferred to the group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

### b. Subsidiaries

Subsidiaries are those entities controlled by the group. The group controls an investee when it is exposed to, or has rights to, variable returns from its involvement with the investee, and has the ability to affect those returns through its power over the investee entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

The company and its subsidiaries are collectively referred to as “group”.

### c. Associates

Associates are those entities over which the group has significant influence, but not control, or joint control over the financial and operating policies, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method and are initially recognized at cost, including transaction costs.

The group's investment is carried at the group's share of the fair value of net identifiable assets of the associate net of any impairment loss identified on acquisition. The group's share of its associates' post-acquisition profits or losses is recognised in the profit and loss account and its share of post-acquisition movements in reserves is recognized in other comprehensive income to the extent that the profits, losses or movements are consistent with the group's significant accounting policies. Should the group's share of losses in an associate equal or exceed its interest in the associate, including any other unsecured receivables, the group will not recognize further losses unless it has incurred obligations or made payments on behalf of the associate.

### d. Joint ventures

A joint venture is a contractual arrangement in which the group has joint control and whereby the group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

**5. Accounting Policies (cont'd)**

## d. Joint ventures (cont'd)

Joint ventures are recognised initially at cost, including transaction costs. Subsequent to initial recognition, the consolidated financial statements include the group's share of the profit or loss and other comprehensive income of joint ventures using the equity method, until the date on which joint control ceases. If the group's share of losses exceeds its interest in a joint venture the group's carrying amount is reduced to nil and recognition of further losses is discontinued, except to the extent that the group has incurred legal or constructive obligations or made payments on behalf of a joint venture. If the joint venture subsequently reports gains, the group resumes recognising its share of those gains only after its share of gains equals the share of losses not recognised.

## e. Intangible assets and goodwill

## (i) Goodwill

Goodwill arising on the acquisition of subsidiaries is measured at cost less accumulated impairment losses. Goodwill is allocated to cash-generating units and tested annually for impairment. In respect of equity accounted investees, the carrying amount of goodwill is including in the carrying amount of the equity accounted investee as a whole.

## (ii) Other intangible assets

Other intangible assets that are acquired by the group and have finite useful lives are measured at cost less accumulated amortization and any accumulated impairment losses.

## (iii) Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure including expenditure on internally generated goodwill and brands, is recognized in profit or loss as incurred.

## (iv) Amortisation

Except for goodwill, intangible assets are amortised on a straight-line basis in profit or loss over their estimated useful lives, from the date that they are available for use.

The estimates of useful lives are as follows:

- |                                      |               |
|--------------------------------------|---------------|
| • brands and trademarks              | 25 years      |
| • customer relationships             | 10 - 15 years |
| • other identified intangible assets | 3 - 5 years   |

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

## f. Segment reporting

Segment information is presented in respect of the group's strategic business segments. The identification of business segments is based on the group's management and internal reporting structure. Segment results, assets and liabilities include items directly attributable to a segment, as well as those that can be allocated on a reasonable basis.



**5. Accounting Policies (cont'd)**

f. Segment reporting (cont'd)

The group's business segments reflect its current strategy and focus. The profit or loss before finance cost and taxation is used to measure the segment result. This has resulted in the recognition of three business segments.

- JP Food & Drink - This comprises businesses that are engaged in agriculture, processing, distribution and/or retail of food and drink.
- JP Logistics & Infrastructure - This comprises businesses that are engaged in logistics, transportation, port operations and related industries.
- Corporate Services - This comprises interest and investment income, net of the cost of corporate functions not directly charged to business units.

**6. Segment Results**

**2023**

	<b>JP Food &amp; Drink</b>	<b>JP Logistics &amp; Infrastructure</b>	<b>Corporate Services</b>	<b>Group</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Gross revenue	4,204,263	2,856,662	34,906	7,095,831
Inter - segment revenue	( 6,282 )	-	( 27,557 )	( 33,839 )
Revenue from external sources	<u>4,197,981</u>	<u>2,856,662</u>	<u>7,349</u>	<u>7,061,992</u>
Profit/(loss) before finance cost and taxation	<u>30,510</u>	<u>1,124,698</u>	( <u>67,401</u> )	1,087,806
Finance cost				( 57,145 )
Profit before taxation				1,030,661
Taxation				( 190,110 )
Non-controlling interest				( 401,505 )
Net profit attributable to parent company stockholders				<u>439,046</u>

**2022**

	<b>JP Food &amp; Drink</b>	<b>JP Logistics &amp; Infrastructure</b>	<b>Corporate Services</b>	<b>Group</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Gross revenue	4,123,213	2,790,696	32,017	6,945,926
Inter - segment revenue	( 2,535 )	-	( 31,639 )	( 34,175 )
Revenue from external sources	<u>4,120,677</u>	<u>2,790,696</u>	<u>378</u>	<u>6,911,751</u>
Profit/(loss) before finance cost and taxation	<u>79,909</u>	<u>1,012,745</u>	( <u>93,104</u> )	999,550
Finance cost				( 56,634 )
Profit before taxation				942,916
Taxation				( 132,151 )
Non-controlling interest				( 404,672 )
Net profit attributable to parent company stockholders				<u>406,093</u>

**7. Seasonal Variations**

There are significant seasonal variations in some of the group's activities, and so the results for any period are not necessarily indicative of the results for the whole year.

**8. Foreign Currency Translation**

Overseas revenues and expenses have been translated at average exchange rates of J\$161.45 (2022: J\$170.55) to €1, J\$182.56 (2022: J\$205.22) to £1 and J\$151.88 (2022: J\$154.22) to US\$1.

Adjustments have been made for exchange gains and losses on foreign currency assets and liabilities as shown below:

	<u>J\$/€</u>	<u>J\$/£</u>	<u>J\$/US\$</u>
March 31, 2023	165.62	184.35	149.96
December 31, 2022	154.68	176.90	149.96
April 02 2022	165.12	200.79	152.58
December 31, 2021	167.78	208.11	152.75


**9. Amalgamation of Pan Jamaica Group**

In November 2022, the company entered into an agreement with PanJam Investment Limited ("PanJam") that resulted in the company transferring its core operating businesses to PanJam in exchange for a 34.5% interest in that entity. Following shareholder approval at an Extraordinary General Meeting on December 22, 2022 the transaction was completed at the on April 1, 2023 and the combined enterprise was renamed Pan Jamaica Group Limited.

Accordingly, the unaudited consolidated interim financial statements at 31 March 2023 does not reflect the amalgamated position.

*On behalf of the Board*

  
\_\_\_\_\_  
Chairman  
Charles Johnston

  
\_\_\_\_\_  
Group Managing Director  
Jeffrey Hall

May 15, 2023





JAMAICA PRODUCERS GROUP LIMITED  
**UNAUDITED GROUP RESULTS**  
13 WEEKS ENDED MARCH 31, 2023  
**Shareholdings**

## Top Ten Shareholders

McGowan Properties Limited	112,178,507
Lennox Portland Ltd. et al	105,157,263
Sagicor Pooled Equity Fund	104,217,755
Shareholder Services Trust J.P.	86,233,210
Shareholder Services Trust J.B.P.A	86,082,715
Trustees - Jamaica Producers Group Limited ESOP	67,499,089
National Insurance Fund	54,166,633
David and Kathleen Moss	37,610,468
Jeffrey McGowan Hall	31,713,073
JMMB Pension Fund	13,416,244



JAMAICA PRODUCERS GROUP LIMITED

## UNAUDITED GROUP RESULTS

13 WEEKS ENDED MARCH 31, 2023

### Shareholdings Cont'd

## Directors & Senior Officers

	Personal shareholdings	Shareholdings in which Director/Officer has A controlling interest	Total
<b>DIRECTORS</b>			
Mr. A. Buckland	2,748,322	-	2,748,322
Mrs. P. R. Francis	-	-	-
Mrs. S. M. Goffe	-	-	-
Mr. J. McG. Hall	31,713,073	-	30,199,687
Mr. C. H. Johnston	3,916,684	101,240,579	105,157,263
Mrs. D. E. Kelly	1,269,198	-	1,269,198
Mrs. K.A.J. Moss	15,249,428	22,361,040	37,610,468
Mr. G. St. J. Stephenson	-	-	-
Prof. A.G. Wint	49,368	-	49,368
<b>OFFICERS</b>			
Mr. David Martin	575,188	-	575,188
Ms. Simone M. Pearson	28,453	-	-
<b>TRUSTEES</b>			
Jamaica Producers Group Limited ESOP	67,499,089	-	67,499,089



**JAMAICA PRODUCERS  
GROUP LIMITED**

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[www.jpjamaica.com](http://www.jpjamaica.com)

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**For investor relations please contact:**

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**Lisa McG. Johnston**, Corporate Affairs Manager  
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