



BARBADOS DAIRY INDUSTRIES LIMITED SUMMARY FINANCIAL STATEMENTS TWELVE MONTHS ENDED 31 AUGUST 2016

Directors Statement

With the change in the company's yearend from 31st August to 31st December, these statements will reflect unaudited financials for the 12-month period ending 31st August 2016 compared with the audited financials for the year ended 31st August 2015.

The company achieved revenue gains of \$2.1 million for the 12 month period ended 31st August 2016 as compared to same period in 2015. That growth together with sustained efficiency improvements and lower energy costs has resulted in a profit before tax of \$7.96 million; performance record achievement. As noted in earlier reports, this performance has been aided by warmer and drier climatic conditions locally, a trend not expected to continue as we now move into the somewhat cooler "winter" months. We nonetheless do not anticipate significant drop-offs as early indications suggest a good tourist season and this will contribute to increased consumption.

As would be expected, the above profit improvement has positively impacted cash flows and this has resulted in a positive cash position at the close of the period. The improved profit has necessitated an increase in our taxation provision, but this is a non-cash expense as we continue to utilize available tax losses.

As reported in earlier reports, the Dairy Industry Initiative remains a work-in-progress but we remain cautiously optimistic that this critical component to the sustainability of the industry will soon be a reality.

Marcio Juliano
Chairman

C.R.A. Cozier F.C.G.A.
Director

Summary Statement of Comprehensive Profit Twelve Months Ended 31 August 2016 (Expressed in Barbados dollars)

	Unaudited 12 Months to 31/08/2016 \$'000	Audited Year 31/08/2015 \$'000
Sales	64,332	62,206
Profit from operations before undernoted items	8,319	3,375
Interest expense	(364)	(587)
Income before taxation	7,955	2,788
Taxation	(1,660)	558
Total comprehensive profit for the period	6,295	3,346
Profit per share - basic and diluted	\$1.34	\$0.71

Summary Statement of Cash Flows Twelve Months ended 31 August 2016 (Expressed in Barbados dollars)

	Unaudited 12 Months to 31/08/2016 \$'000	Audited Year 31/08/2015 \$'000
Cash flows from operating activities		
Income before taxation	7,955	2,788
Adjustments for non-cash items	3,675	4,208
Operating profit before working capital changes	11,630	6,996
Net working capital changes	(4,568)	(4,826)
Net cash from operating activities	7,062	2,170
Net cash used in investing activities	(946)	(755)
Net cash used in financing activities	(145)	(140)
Increase in cash	5,971	1,275
Cash - beginning of period	(2,118)	(3,393)
Cash - end of period	3,853	(2,118)

Summary Statement of Financial Position As of 31 August 2016 (Expressed in Barbados dollars)

	Unaudited 31/08/2016 \$'000	Audited 31/08/2015 \$'000	Audited 31/08/2014 \$'000
Current assets	23,795	21,459	17,411
	23,795	21,459	17,411
Current liabilities	13,183	20,570	22,921
Working capital (deficiency)	10,612	889	(5,510)
Property, plant and equipment	19,616	22,678	25,725
Pension plan asset	3,926	3,926	4,381
Deferred tax asset	3,229	4,889	4,232
Long-term liabilities	(2,757)	(4,051)	(3,306)
Post-employment medical liability	(352)	(352)	(326)
	34,274	27,979	25,196
Shareholders' equity			
Share capital	998	998	998
Retained earnings	33,276	26,981	24,198
	34,274	27,979	25,196

Summary Statement of Changes in Equity Twelve Months ended 31 August 2016 (Expressed in Barbados dollars)

	Unaudited 12 Months to 31/08/2016 \$'000	Audited Year 31/08/2015 \$'000
Balance at the beginning of the period as previously reported	27,979	24,734
Prior period adjustment	-	462
Balance at the beginning of the period as restated	27,979	25,196
Other Reserves		(563)
Net comprehensive profit for the period	6,295	3,346
	34,274	27,979