

Directors Statement

The results for the quarter show improvements in both revenues - up \$2 mil - and Operating Profit - up \$1.8 mil. This result mirrors the improvements recorded during the recently concluded financial year and are testament to the fact that the decisions taken in previous years are now yielding the anticipated results.

The revenue increase reflects growth but it must be noted that the results for the same quarter last year were heavily influenced by product recall issues in our dairy range. That aside, the new products launched late in the fourth quarter of the 2015 financial year continue to perform credibly and have also contributed to the revenue growth. Working Capital has increased compared to both the same quarter last year and the audited results for 2015, there was however a negative cash flow as the cash generated by operations was used to further reduce our current liabilities

while receivables grew as a result of the improved revenues.

The Dairy Industry initiative announced by Government during the last financial year is still awaiting a revised implementation date, we are however aware that work continues on this. This initiative is critical for the long term sustainable growth of the industry and we continue to work with Government to address all areas where potential challenges to its implementation are perceived.



Marcio Juliano
Chairman



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

Summary Statement of Income Three months ended 30 November 2015 (Expressed in Barbados dollars)

	Unaudited 3 Months to 30/11/2015 \$'000	Unaudited 3 Months to 30/11/2014 \$'000	Audited Year 31/08/2015 \$'000
Sales	17,331	15,291	62,206
Profit from operations before undernoted items	2,152	339	3,375
Interest expense	(105)	(162)	(587)
Income /(Loss) before taxation	2,047	177	2,788
Taxation	(290)	(160)	558
Total profit for the period	1,757	17	3,346
Profit per share - basic and diluted	\$0.37	\$0.00	\$0.71

Summary Statement of Financial Position As of 30 November 2015 (Expressed in Barbados dollars)

	Unaudited 30/11/2015 \$'000	Unaudited 30/11/2014 \$'000	Audited 31/08/2015 \$'000
Current assets	21,488	11,906	21,459
Current liabilities	18,261	17,986	20,570
Working capital	3,227	(6,080)	889
Property, plant and equipment	21,885	25,373	22,678
Pension plan asset	3,926	4,381	3,926
Deferred tax asset	4,599	4,071	4,889
Long-term liabilities	(3,549)	(2,667)	(4,051)
Post-employment medical liability	(352)	(327)	(352)
	29,736	24,751	27,979
Shareholders' equity			
Share capital	998	998	998
Retained earnings	28,738	23,753	26,981
	29,736	24,751	27,979

Summary Statement of Cash Flows Three months ended 30 November 2015 (Expressed in Barbados dollars)

	Unaudited 3 Months to 30/11/2015 \$'000	Unaudited 3 Months to 30/11/2014 \$'000
Cash flows from operating activities		
Profit before taxation	2,047	177
Adjustments for non-cash items	908	1,045
Operating profit before working capital changes	2,955	1,222
Net working capital changes	(2,916)	(2,986)
Net cash from / (used in) operating activities	39	(1,763)
Net cash used in investing activities	(443)	(200)
Net cash (used in) / from financing activities	(814)	1,242
Decrease in cash	(1,218)	(722)
Cash - beginning of period	(2,119)	(3,393)
Cash - end of period	(3,337)	(4,116)

Summary Statement of Changes in Equity Three months ended 30 November 2015 (Expressed in Barbados dollars)

	Unaudited 3 Months to 30/11/2015 \$'000	Unaudited 3 Months to 30/11/2014 \$'000
Balance at the beginning of the year	27,979	24,734
Net income for the period	1,757	17
	29,736	24,751