



BARBADOS DAIRY INDUSTRIES LIMITED

SUMMARY FINANCIAL STATEMENTS

NINE MONTHS ENDED 31 MAY 2016

Directors Statement

The growth in revenues recorded during the 1st half of the year continued in the 3rd quarter and revenues now exceed prior year by \$3 million. That growth coupled with sustained efficiency improvements and lower energy costs has resulted in a profit before tax of \$6.2 million; this level of profit now exceeds the performance for the full year in 2015. As was noted in the report for the half year, this performance has been aided by warmer and drier climatic conditions locally, a trend expected to continue as we move through the somewhat hotter months of July and August.

As would be expected, the above profit improvement has positively impacted cash flows and this has resulted in a significant improvement in working capital. The improved profit has necessitated an increase in our taxation

provision, but this is a non-cash expense as we continue to write-down our Deferred Tax asset.

As reported at the half-year, the Dairy Industry Initiative remains a work-in-progress but we are aware that concerted efforts at implementation are being undertaken; 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 Nine Months Ended 31 May 2016 (Expressed in Barbados dollars)

	Unaudited 9 Months to 31/05/2016 \$'000	Unaudited 9 Months to 31/05/2015 \$'000	Audited Year 31/08/2015 \$'000
Sales	49,427	46,403	62,206
Profit from operations before undernoted items	6,486	2,097	3,375
Interest expense	(283)	(492)	(587)
Income before taxation	6,203	1,605	2,788
Taxation	(1,370)	(480)	558
Total comprehensive profit for the period	4,833	1,125	3,346
Earnings per share - basic and diluted	\$1.03	\$0.24	\$0.71

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

	Unaudited 31/05/2016 \$'000	Unaudited 31/05/2015 \$'000	Audited 31/08/2015 \$'000
Current assets	22,924	17,925	21,459
Current liabilities	14,549	19,562	20,570
Working capital/(deficiency)	8,375	(1,637)	889
Property, plant and equipment	20,272	23,887	22,678
Pension plan asset	3,926	4,381	3,926
Deferred tax asset	3,519	3,752	4,889
Long-term liabilities	(2,929)	(4,198)	(4,052)
Post-employment medical liability	(352)	(326)	(352)
	32,811	25,859	27,978
Shareholders' equity			
Share capital	998	998	998
Other reserves	(704)	(141)	(704)
Retained earnings	32,517	25,002	27,684
	32,811	25,859	27,978

Summary Statement of Cash Flows Nine Months ended 31 May 2016 (Expressed in Barbados dollars)

	Unaudited 9 Months to 31/05/2016 \$'000	Unaudited 6 Months to 31/05/2015 \$'000	Audited Year 31/08/2015 \$'000
Cash flows from operating activities			
Income before taxation	6,203	1,605	2,788
Adjustments for non-cash items	2,717	3,462	4,208
Operating profit before working capital changes	8,920	5,067	6,996
Net working capital changes	(3,740)	(3,993)	(4,826)
Net cash from operating activities	5,180	1,074	2,170
Net cash used in investing activities	(639)	(1,132)	(755)
Net cash from/(used in) financing activities	565	1,648	(140)
Increase in cash	5,106	1,590	1,275
Cash - beginning of period	(2,118)	(3,393)	(3,393)
Cash - end of period	2,988	(1,803)	(2,118)

Summary Statement of Changes in Equity Nine Months ended 31 May 2016 (Expressed in Barbados dollars)

	Unaudited 9 Months to 31/05/2016 \$'000	Unaudited 9 Months to 31/05/2015 \$'000	Audited Year 31/08/2015 \$'000
Balance at the beginning of the period as previously reported	27,978	24,734	24,734
Prior period adjustment	-	-	462
Balance at the beginning of the period as restated	27,978	24,734	25,196
Other Reserves	-	-	(564)
Net comprehensive profit for the period	4,833	1,125	3,346
	32,811	25,859	27,978