



**Report on results for  
Third Quarter Ended  
January 07, 2006**

**Submitted to the  
Ja. Stock Exchange  
on February 21, 2006**

**Jamaica Broilers Group Ltd**  
**Report on Quarter ended January 7, 2006**

**Commentary on un-audited 3rd quarter results**

The Directors of Jamaica Broilers Group Ltd are pleased to release the un-audited financial results for the quarter ended January 7, 2006 which have been prepared in accordance with, and comply with, International Financial Reporting Standards.

The Group's turnover for this quarter, when compared to the corresponding period last year, showed an increase of 8 % to \$2.44 billion.

Gross profits for this quarter, reflect an increase of 20% in nominal terms over the aggregate of gross profits and estimated business interruption insurance claim proceeds, related to Hurricane Ivan, in the corresponding period last year.

The segment results for the nine periods to date reflect significant changes year over year due to the negative impact of Hurricane Ivan in September 2004, the closure and transfer of the West Indies Nutritional Corporation Ltd "other segment" operations into the Feed & Farm operations from June 2005, and lower than expected results in the Fish and Beef operations.

Inflation was the main contributor to increases in distribution and administrative costs.

Against this background, the operating profit for the quarter amounted to \$231 million compared to \$177 million last year and due to our financial strength we are now at the point where interest income equates to or surpasses financing costs.

Profits after tax attributable to stockholders for the quarter amounted to \$176 million, 45% above the \$121 million reported for the third quarter of 2005. This equates to earnings per stock unit of 14.66 cents compared to 10.07 cents in 2005.

The staff, management and Board remain committed, under God's guidance, to further improving shareholder value in the final quarter of this financial year.

R. Danvers Williams  
Chairman

Robert E. Levy  
President & Chief Executive Officer

February 20, 2006

## Interim Consolidated Profit and Loss account for quarter ended January 07,2006

	Quarter ended January 07,2006 \$000	Quarter ended January 08,2005 \$000	Nine periods to January 07,2006 \$000	Nine periods to January 08,2005 \$000
Turnover	2,440,155	2,258,222	6,695,113	6,230,864
Cost of Sales	(1,756,751)	(1,719,087)	(4,955,316)	(4,827,411)
Gross Profit	683,404	539,135	1,739,797	1,403,453
Business Interruption Insurance Claim	-	32,000		124,104
Other operating income	14,456	16,913	33,506	34,957
Interest Income	6,684	13,307	45,392	47,103
Distribution Costs	(84,570)	(81,419)	(229,068)	(190,104)
Administrative and other expenses	(388,666)	(342,592)	(1,115,307)	(985,945)
Operating Profit	231,308	177,344	474,320	433,568
Finance costs	(6,429)	(17,096)	(38,108)	(59,346)
Profit on sale of investment property	-	-		114,744
Profit before taxation	224,879	160,248	436,212	488,966
Taxation	(49,106)	(39,499)	(95,681)	(81,309)
Net Profit attributable to stockholders	175,773	120,749	340,531	407,657
Earnings per Stock Unit-cents	14.66	10.07	28.39	33.99

Segment Reporting Information  
Consolidated  
Nine Periods ended January 7, 2006

	Poultry Operations \$000's	Feed & Farm Supplies \$000's	Fish Operations \$000's	Other \$000's		Eliminations \$000's	Group Total \$000's
<b>REVENUE</b>							
External Sales	3,856,653	1,868,254	318,876	651,330		-	6,695,113
Inter-Segment Sales	17,932	160,786		266,187	-	(444,905)	-
<b>Total revenue</b>	<b>3,874,584</b>	<b>2,029,040</b>	<b>318,876</b>	<b>917,517</b>	<b>-</b>	<b>(444,905)</b>	<b>6,695,113</b>

<b>RESULT</b>							
Segment Result	618,702	247,348	(71,061)	8,741		-	803,730
Unallocated corporate expenses							(374,802)
Interest Income							45,392
<b>Operating profit</b>							<b>474,320</b>
Finance costs							(38,108)
<b>Profit Before Taxation</b>							<b>436,212</b>
Taxation							(95,681)
<b>Profit from ordinary activities After Taxation</b>							<b>340,531</b>

Balance sheet	Poultry Operations	Feed & Farm Supplies	Fish Operations	Other	Unallocated	Eliminations	Group Total
Segment Assets	2,024,285	768,996	535,914	1,716,053	3,311,654	(2,667,554)	5,689,347
Segment Liabilities	794,617	340,293	459,518	467,998	2,622,958	(3,204,987)	1,480,398

Segment Reporting Information  
Consolidated  
Nine Periods ended January 8, 2005

	Poultry Operations* \$000's	Feed & Farm Supplies \$000's	Fish Operations* \$000's	Other* \$000's		Eliminations \$000's	Group Total \$000's
<b>REVENUE</b>							
External Sales	3,607,653	1,800,577	206,487	616,147		-	6,230,864
Inter-Segment Sales	16,915	188,757		552,348	-	(758,020)	-
<b>Total revenue</b>	<b>3,624,568</b>	<b>1,989,334</b>	<b>206,487</b>	<b>1,168,494</b>	<b>-</b>	<b>(758,020)</b>	<b>6,230,864</b>

<b>RESULT</b>							
Segment Result	385,548	185,634	(36,259)	94,997		-	629,921
Unallocated corporate expenses							(367,560)
Business interruption insurance proceeds							124,104
Interest Income							47,103
<b>Operating Profit</b>							<b>433,568</b>
Finance costs							(59,346)
Profit on sale of Investment property							114,744
<b>Profit Before Taxation</b>							<b>488,966</b>
Taxation							(81,309)
<b>Profit from ordinary activities After Taxation</b>							<b>407,657</b>

	Poultry Operations	Feed & Farm Supplies	Fish Operations	Other	Unallocated	Eliminations	Group Total
<b>Balance sheet</b>							
Segment assets	1,754,700	811,254	370,313	1,539,335	3,152,103	(2,493,736)	5,133,968
Segment Liabilities	339,609	331,540	390,439	543,119	2,924,932	(2,914,302)	1,615,338

\* Restated

**Consolidated Balance Sheet (condensed) as at January 07, 2006**

	January 07 2006	April 30 2005	January 08 2005
<b>NET ASSETS EMPLOYED</b>			
Fixed Assets	1,849,041	1,837,752	1,801,217
Deferred Expenditure	3,186	-	-
Investment Property	2,453	2,453	2,471
Held to Maturity Investments	194,939	412,960	415,418
Available-for-sale investments	468,833	340,746	112,148
Held for trading investments	60,682	-	-
Deferred tax asset	10,524	10,524	25,799
Pension Fund Surplus	218,900	218,900	153,260
Current Assets	2,873,311	3,015,796	2,649,454
Current Liabilities	(1,479,023)	(1,963,076)	(1,421,368)
	<u>4,202,846</u>	<u>3,876,055</u>	<u>3,738,399</u>
<b>FINANCED BY</b>			
Share Capital	599,638	599,638	599,638
Capital Reserve	839,794	839,221	844,557
Retained Earnings	2,150,982	1,811,416	1,592,056
Equity attributable to equity holders of the parent	<u>3,590,414</u>	<u>3,250,275</u>	<u>3,036,251</u>
Minority Interest	-	5,145	5,145
Total equity	<u>3,590,414</u>	<u>3,255,420</u>	<u>3,041,396</u>
Long Term Liabilities	222,275	230,476	354,025
Deferred Tax Liabilities	383,057	383,059	336,178
Employee Benefit Obligations	7,100	7,100	6,800
	<u>4,202,846</u>	<u>3,876,055</u>	<u>3,738,399</u>

**Consolidated Statement of Changes in Shareholders' Equity as at January 07, 2006**

	Attributable to equity holders of the parent						
	Number of Shares 000's	Share Capital \$000	Capital Reserves * \$000	Retained Earnings * \$000	Total * \$000	Minority Interest \$000	Total Equity \$000
Balance at May 01, 2004	1,199,277	599,638	858,631	1,189,932	2,648,201	5,145	2,653,346
Translation adjustment			(19,607)		(19,607)		(19,607)
Transfers			5,533	(5,533)	-		-
Net profit for period				407,657	407,657		407,657
Balance at January 08, 2005	<u>1,199,277</u>	<u>599,638</u>	<u>844,557</u>	<u>1,592,056</u>	<u>3,036,251</u>	<u>5,145</u>	<u>3,041,396</u>
Balance at April 30, 2005	1,199,277	599,638	839,221	1,811,416	3,250,275	5,145	3,255,420
Capital distribution to Minority Interest						(5,145)	(5,145)
Unrealised losses on available for sale investments				(965)	(965)		(965)
Translation adjustment			573		573		573
Net profit for period				340,531	340,531		340,531
Balance at January 07, 2006	<u>1,199,277</u>	<u>599,638</u>	<u>839,794</u>	<u>2,150,982</u>	<u>3,590,414</u>	<u>-</u>	<u>3,590,414</u>

**Consolidated Statement of Cash Flows (Condensed) for nine periods ended January 07, 2006**

	<b>January 07 2006 \$000</b>	<b>January 8 2005 \$000</b>
<b>CASH RESOURCES WERE PROVIDED BY/(USED IN):</b>		
Operating Activities		
Net Profit	340,531	407,657
Items not affecting cash resources	<u>147,520</u>	<u>(9,820)</u>
	488,051	397,837
Changes in non-cash working capital components	<u>123,746</u>	<u>(440,290)</u>
Cash provided by/(used in) operations	611,797	(42,453)
Cash provided by/(used in) financing activities	(206,317)	(249,480)
Cash (used in) provided by investing activities	<u>(75,140)</u>	<u>93,630</u>
Increase //(decrease) in net cash and cash equivalents	330,340	(198,303)
Net cash and cash equivalents at beginning of year	<u>147,286</u>	<u>170,159</u>
<b>NET CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b><u>477,626</u></b>	<b><u>(28,144)</u></b>



## Notes to the Interim Consolidated Financial Statements

### Accounting Periods

The company's financial year consists of 13 four-week periods. The quarterly Profit & Loss account for each of the first three quarters consists of 3 four week periods, with the fourth quarter being 4 four week periods. The accounting year ends on the Saturday closest to April 30.

### Basis of presentation

These consolidated financial statements have been prepared in accordance with and comply with International Financial Reporting Standards (IFRS) and have been prepared under the historical cost convention as modified by the revaluation of certain available- for- sale and held for trading investments

### Segmental Financial Information

The group is organised into three primary business segments

- a) Poultry Operations - The rearing of poultry for fertile egg production and for sale, as well as processed broilers
- b) Feed and Farm Supplies- The manufacture and sale of animal feeds, and the retailing of agricultural items.
- c) Fish Operations - The grow out , processing and sale of fish

Other operations of the group include cattle rearing, processing and sale of beef , and sale of feed ingredients

### Agriculture

Current assets include biological assets with a carrying value of \$525.75 million at January 07, 2006 ( \$ 477.74 million at April 30,2005)

Biological assets include poultry breeder flocks, hatching eggs,baby chicks, chicken being grown out,grain fed cattle,. fish and started pullets(layers)

These assets are carried at cost as no reliable measure for determining fair value has been identified