



**SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
3 MONTHS ENDING MARCH 31 2023
FOR BARBADOS DAIRY INDUSTRIES LIMITED**

Directors' Statement:

On behalf of the Board of Directors, I am pleased to report the unaudited financial results for the FIRST QUARTER of the Financial Year ending December 31, 2023.

The three-month period showcases the efforts of the teams of Banks Holdings Group in delivering revenue growth in comparison to the first quarter of 2022. This resulted in an increased sales revenue of \$1.01 million (+7.7%).

Barbados Dairy Industries Limited has not been immune to significant volatility in the market over the last few years, stemming from supply chain unavailability and inflation. BDIL continues to absorb most of these impacts, resulting in an upward trend of our COGS to revenue ratio which closed at 96% for the last quarter compared to 84.5% for the comparison period. Management is currently reviewing and implementing several initiatives to quickly reverse this trend including but not limited to considerations for cost efficiencies and adjustments of our price to trade.

Overall, the increased revenue was not sufficient to offset the increasing operational costs, resulting in a net loss for the period. However, the company's balance sheet continues to trend in a relatively strong position. Despite a reduction against the comparison period, the working capital remains in a solid financial situation, showing that the short-term financial health of the organization is stable.

Our safety-first initiatives, continues to yield exceptional results; ensuring that the safety and wellbeing of our employees remains a top priority for our business. As such, we have surpassed 2 years without any Lost Time Injuries being recorded at our operation.

I take this opportunity to thank our resilient employees who continue to give their best effort in the face of unprecedented adversities. I also want to thank our hardworking farmers and other stakeholders who we rely on to ensure that we can provide a constant supply of quality products to our local and export markets. Their support allows us to move our industry forward so that we can all celebrate a brighter Future with More Cheers.

Chairman
Caio Miranda

Country Manager
Shafia London

**Summary Statement of Financial Position
As at March 31, 2023
With Comparatives as at March 31 2022
(Expressed in Barbados dollars)**

	Unaudited 31.03.2023 \$'000	Unaudited 31.03.2022 \$'000
Current assets	41,150	41,891
Current liabilities	(20,278)	(16,748)
Working capital	20,872	25,143
Property, plant and equipment	11,265	10,683
Pension plan asset	7,396	3,735
Deferred tax asset	1,338	1,735
Long-term liabilities	(110)	(260)
Post-employment medical liability	(406)	(786)
	<u>40,356</u>	<u>40,249</u>
Shareholders' equity		
Share capital	998	998
Other Reserves	(150)	(3,630)
Retained earnings	39,508	42,881
	<u>40,356</u>	<u>40,249</u>

**Summary Statement of Changes in Equity
Period Ended March 31, 2023
With Comparatives for Period Ended March 31 2022
and December 31, 2020
(Expressed in Barbados dollars)**

	Unaudited Year Ended 31.03.2023 \$'000	Unaudited Year Ended 31.03.2022 \$'000
Balance at the beginning of the period	41,171	39,751
Net comprehensive income for the period	(815)	498
Dividends		
Balance at the end of the period	<u>40,356</u>	<u>40,249</u>

**Summary Statement of Comprehensive Income
3 Months Ended March 31, 2023
With Comparatives for 3 Months Ended March 31 2022
(Expressed in Barbados dollars)**

	Unaudited 3 Months Ended 31.03.2023 \$'000	Unaudited 3 Months Ended 31.03.2022 \$'000
Sales	13,139	12,131
Operating profit from operations before undernoted items	(600)	421
Restructuring costs	0	(1.8)
Interest expense	(165)	(32)
Income before taxation	(765)	387
Taxation	96	139
Net income for the period	(669)	526
Other comprehensive (loss) income, net of tax	(146)	(28)
Total comprehensive income for the period	<u>(815)</u>	<u>498</u>
Earnings per share - basic and diluted	<u>(0.14)</u>	<u>0.11</u>

**Summary Statement of Cash Flows
3 Months Ended March 31, 2023
With comparative for Period Ended March 31, 2022
(Expressed in Barbados dollars)**

	Unaudited Year Ended 31.03.2023 \$'000	Unaudited Year Ended 31.12.2022 \$'000
Cash flows from operating activities		
Income before taxation	(765)	(2,329)
Adjustments for non-cash items	23	1,785
Operating profit before working capital changes	(742)	(544)
Net working capital changes	4,878	172
Net cash (used in) from operating activities	4,136	(372)
Net cash used in investing activities	(274)	(1,759)
Net cash used in financing activities	0	(374)
(Decrease) increase in cash	3,863	(2,506)
Cash - beginning of period	3,274	5,780
Cash - end of period	<u>7,136</u>	<u>3,274</u>