



**SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
6 MONTHS ENDING JUNE 30 2023
FOR BARBADOS DAIRY INDUSTRIES LIMITED**

Directors' Statement:

The revenues of Barbados Dairy Industries Limited increased by \$2.58 million (+9%) for the first six months of 2023, compared to the similar period in 2022. This result was primarily due to an increase in the sales volume driven by the strategies employed as well as the diligence and resolve of our team. Despite the encouraging uplift in revenue the operational profit showed a substantial reduction due to an almost 13% increase in production costs. This rise in operational cost was due to an increase in raw material prices specifically imported concentrates. This result was further aggravated by a 70% increase in the interest expense, primarily the foreign exchange fees, which was due to higher-than-average bulk purchases of our main raw and packaging materials to mitigate the volatile global supply chain situation.

Our focus for the remainder of the year is to continue to improve our operational efficiencies and take advantage of our global connections to address market volatility.

The company's balance sheet remains in a relatively strong position, and we expect this trend to continue for the remainder of the year. The working capital remain in a solid financial situation despite showing a reduction over last year. This result shows that the short-term financial health of the organization is stable, and we can meet our current obligations. Barbados Dairy Industries Limited continues to prove their resilience in providing a steady stream of quality products to the local and international market despite the numerous challenges

Chairman
Caio Miranda

Country Manager
Shafia London

**Summary Statement of Financial Position
As at June 30, 2023
With Comparatives as at June 30 2022
(Expressed in Barbados dollars)**

	Unaudited 30.06.2023 \$'000	Unaudited 30.06.2022 \$'000	Unaudited 31.12.2022 \$'000
Current assets	43,538	43,285	43,117
Current liabilities	(22,163)	(17,942)	(21,229)
Working capital	21,375	25,343	21,888
Property, plant and equipment	10,742	11,061	11,141
Pension plan asset	7,396	3,735	7,396
Deferred tax asset	1,426	1,202	1,420
Long-term liabilities	(110)	(260)	(110)
Post-employment medical liability	(417)	(805)	(394)
	<u>40,413</u>	<u>40,276</u>	<u>41,342</u>
Shareholders' equity			
Share capital	998	998	998
Other Reserves	(206)	(3,762)	87
Retained earnings	39,620	43,040	40,257
	<u>40,413</u>	<u>40,53</u>	<u>41,342</u>

**Summary Statement of Comprehensive Income
6 Months Ended June 30, 2023
With Comparatives for 6 Months Ended June 30 2022 and December 31 2022
(Expressed in Barbados dollars)**

	Unaudited 6 Months Ended 30.06.2023 \$'000	Unaudited 6 Months Ended 30.06.2022 \$'000	Unaudited 12 Months Ended 31.12.2022 \$'000
Sales	28,226	25,641	53,000
Operating profit from operations before undernoted items	(305)	771	(1,964)
Restructuring costs	0	(29)	(52)
Interest expense	(353)	(112)	(314)
Income before taxation	(658)	630	(2,330)
Taxation	21	(63)	115
Net income for the period	(637)	567	(2,215)
Other comprehensive (loss) income, net of tax	(292)	(42)	3,806
Total comprehensive income for the period	<u>(929)</u>	<u>525</u>	<u>1,591</u>
Earnings per share - basic and diluted	<u>(0.14)</u>	<u>0.12</u>	<u>(0.47)</u>

**Summary Statement of Changes in Equity
Period Ended June 30, 2023
With Comparatives for Period Ended December 31 2022
(Expressed in Barbados dollars)**

	Unaudited Year Ended 30.06.2023 \$'000	Unaudited 6 Months Ended 30.06.2022 \$'000	Unaudited Year Ended 31.12.2022 \$'000
Balance at the beginning of the period	41,342	39,751	39,751
Net comprehensive income for the period	(929)	525	1,591
Dividends		0	
Balance at the end of the period	<u>40,413</u>	<u>40,276</u>	<u>41,342</u>

**Summary Statement of Cash Flows
6 Months Ended June 30, 2023
With comparatives for the year ended December 31, 2022
(Expressed in Barbados dollars)**

	Unaudited Year Ended 30.06.2023 \$'000	Unaudited Year Ended 31.12.2022 \$'000
Cash flows from operating activities		
Income before taxation	(658)	(2,329)
Adjustments for non-cash items	682	1,549
Operating profit before working capital changes	23	(780)
Net working capital changes	1,006	172
Net cash (used in) from operating activities	<u>1,029</u>	<u>(608)</u>
Net cash used in investing activities	(478)	(1,759)
Net cash used in financing activities	(58)	(138)
(Decrease) increase in cash	493	(2,506)
Cash - beginning of period	3,274	5,780
Cash - end of period	<u>3,766</u>	<u>3,274</u>