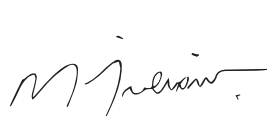


Directors Statement

Revenues declined marginally during Q1 2018 when compared to 2017 as a result of a fall in revenues from milk sales, partially offset by an increase in juice exports. The decrease in local demand stems from the depressed economic climate.

The decline in operating profit is as a result of a change in sales mix together with an increase in production costs. The balance sheet remains strong with working capital increasing compared to 2017.

We continue to await the implementation of the Dairy Industry Assistance Initiative, which was designed to bring the industry back to higher output levels and was approved by Parliament in March 2018.



Marcio Juliano
Chairman



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

Summary Statement of Comprehensive Income 3 Months Period Ended March 31, 2018 With Comparatives for 3 Months Ended 31st March 2017 (expressed in Barbados dollars)

	Unaudited 3 Months Ended 31.03.2018 \$'000	Unaudited 3 Months Ended 31.03.2017 \$'000	Unaudited 12 Months Ended 31.12.2017 \$'000
Sales	14,039	14,570	59,630
Operating profit from operations before undernoted items	1,287	2,460	7,574
Restructuring costs	-	-	(10)
Interest expense	(34)	(80)	(211)
Income before taxation	1,253	2,380	7,353
Taxation	(59)	(201)	(1,167)
Net income for the period	1,194	2,179	6,186
Other comprehensive (loss) income, net of tax	(138)	-	2,490
Total comprehensive income for the period	1,056	2,179	8,676
Earnings per share - basic and diluted	0.25	0.46	1.32

Summary Statement of Changes in Equity 3 Months Ended 31 March 2018 With Comparatives for 3 Months Ended 31st March 2017 (Expressed in Barbados Dollars)

	Unaudited 3 Months Ended 31.03.2018 \$'000	Unaudited 3 Months Ended 31.03.2017 \$'000	Unaudited 12 Months Ended 31.12.2017 \$'000
Balance at the beginning of the period	47,536	39,845	39,845
Net comprehensive income for the period	1,056	2,179	8,676
Dividends			(985)
Balance at the end of the period	48,592	42,024	47,536

Summary Statement of Cash Flows 3 Months Period Ended March 31, 2018 With Comparatives for the 12 Month Period Ended December 31, 2017 (Expressed in Barbados Dollars)

	Unaudited 3 Months Ended 31.03.2018 \$'000	Unaudited 3 Months Ended 31.03.2017 \$'000	Unaudited 12 Months Ended 31.12.2017 \$'000
Cash flows from operating activities			
Income before taxation	1,253	2,380	7,353
Adjustments for non-cash items	655	951	3,041
Operating profit before working capital changes	1,908	3,331	10,394
Net working capital changes	(3,623)	(455)	(2,643)
Net cash (used in) from operating activities	(1,715)	2,876	7,751
Net cash used in investing activities	(13)	(16)	(152)
Net cash used in financing activities	0	(3,324)	(5,420)
(Decrease) increase in cash	(1,728)	(464)	2,179
Cash - beginning of period	5,503	3,324	3,324
Cash - end of period	3,775	2,860	5,503

Summary Statement of Financial Position As at 31 March 2018 With Comparatives as at 31st March 2017 (Expressed in Barbados Dollars)

	Unaudited 31.03.2018 \$'000	Unaudited 31.03.2017 \$'000	Unaudited 31.12.2017 \$'000
Current assets	34,333	24,920	35,026
Current liabilities	(12,355)	(10,860)	(14,943)
Working capital	21,978	14,060	20,083
Property, plant and equipment	15,125	18,106	15,893
Pension plan asset	7,167	4,030	7,167
Deferred tax asset	4,688	6,153	4,747
Post-employment medical liability	(365)	(325)	(354)
	48,592	42,024	47,536
Shareholders' equity			
Share capital	998	998	998
Other Reserves	1,587	(765)	1,725
Retained earnings	46,007	41,791	44,813
	48,592	42,024	47,536