



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Chairman's Statement

For the **26-week** period ended June 29, 2013 (the "First Half"), net profit attributable to shareholders of Jamaica Producers Group Limited ("JP") was \$158.5 million. This result reflects a 42% increase in profits relative to the same period last year. JP's 2013 First Half revenues increased by 6% to \$3.70 billion.

For the **13 week** period ended June 29, 2013 (the "Second Quarter") net profit attributable to shareholders of JP was \$73.0 million. Second Quarter profits are up 59% relative to the same period last year. Second Quarter revenues increased by 5% to \$1.84 billion.

JP Europe

We are pleased with the Second Quarter performance of our JP Europe Division. We increased our revenues by 8% to \$1.34 billion and experienced a 20% increase in pre-tax profits, earning pre-tax profits of \$56.5 million for the Second Quarter. This takes pre-tax profits to \$116.4 million for the First Half of 2013, more than doubling the result for the comparative six months of 2012.

JP Europe is beginning to harvest the benefit of our efforts to grow and diversify its earnings base. The Division operates against the headwinds of weak macroeconomic conditions and will solidify its performance when our core markets return to growth and increased consumer confidence.

Our juice business, A.L. Hoogesteger Fresh Specialist B.V. ("Hoogesteger"), continues to be the leading producer of freshly squeezed juice for the Dutch market. We grew revenues in this market by continuing to strengthen our relationships with key retail and food service accounts. During the First Half, we also benefited from continued growth in exports of fresh juice to other markets in Northern Europe. Our project to grow the business through exports was supported by our new production line that extends the shelf-life of fresh juices. The improved performance of Hoogesteger was also due to enhancements to operating efficiency and aggressive cost management.

Our UK-based JP Shipping Services business generally performed better this year than in the First Half of 2012. Our freight-forwarding services between the UK and the Caribbean continue to improve and we are benefiting from increased customer loyalty. We are committed to developing this business as part of our wider strategic objective of increasing our exposure to good commercial opportunities in logistics.

The improved segment results for JP Europe also reflect the impact of the appreciation of the euro and British pound relative to the Jamaican dollar during the quarter. JP's strategy of seeking to generate the majority of its revenues in major foreign

currencies results in improved Jamaican dollar earnings during periods in which the Jamaican dollar depreciates relative to these currencies.

JP Tropical

During the last four weeks of the First Half, we resumed steady production of bananas on our farms in St. Mary. Until this point, the Division carried the costs of overseeing the re-development and maintenance of our banana farms after their destruction by Hurricane Sandy, with only negligible income from the sale of fresh fruit. As such, the revenue and profitability of our JP Tropical Division was adversely affected.

Notwithstanding these challenges, the JP Tropical Division improved its pre-tax profits for the Second Quarter relative to both the First Quarter of 2013 and the comparable period last year. In the context of very limited banana supply, total revenues for the JP Tropical Division for the Second Quarter were down by only 3% relative to the 2012 Second Quarter and rose by 4% on the First Quarter of 2013. Pre-tax profits of \$26.6 million for the Second Quarter increased by 105% from \$12.9 million in the 2012 Second Quarter and represented a turnaround relative to the First Quarter 2013 loss of \$54.8 million. The 2013 First Quarter included one-off exceptional restructuring costs of \$35.9 million.

An important component of our efforts to restore and stabilize the earnings of the JP Tropical Division has been our programme of diversifying divisional earnings. This includes the cultivation of additional acreages of cassava (for our bammy and snack production) and pineapple – both of which are less susceptible to storm damage than bananas. Divisional results for the quarter also include (a) our 50% share of Mavis Bank Coffee Factory ("Mavis Bank") – the largest processor of Blue Mountain Coffee (which we acquired as part of a joint-venture with Pan-Jamaican Investment Trust Limited in 2011), (b) our 62% share of Tortuga International Holdings Limited ("Tortuga") – the leading producer of Caribbean rum cake and other Caribbean rum-based food products (which we acquired in 2012) and (c) 100% of the operations of what was formerly our joint venture snack food plant in the Dominican Republic. The snack food plant based in the Dominican Republic is now owned by JP Tropical Snacks Limited, a wholly owned subsidiary, and is intended to function primarily as a co-packer of plantain and banana chips for Spanish language markets in the Americas and to act as a back-up source of banana chips for the Jamaican market in the event of storm damage to our Jamaican banana farms. We are pleased to report that our primary snack production facility in Jamaica has now returned to production, having been closed since Hurricane Sandy as a result of the lack of raw material supply from our local farms.



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS
26 WEEKS ENDED JUNE 29, 2013

Chairman's Statement (cont'd)

Mavis Bank has had a strong First Half with operational efficiency gains allowing us to meet our anticipated export volume targets whilst increasing returns to coffee growers.

Tortuga had mixed results in the First Half with improved performance in Jamaica and Barbados and weaker sales in the US and other Caribbean markets. Tortuga's overall performance was also affected by the seasonality of the product which typically generates peak sales in the Fourth Quarter in connection with the holiday season and the Caribbean Winter tourist season, but typically experiences its lowest sales volumes in the Second Quarter of the calendar year.

In addition to the expansion of our food holdings in the JP Tropical Division, we continue to leverage our land assets in St. Mary through the mining and processing of construction aggregates by Four Rivers Mining Company Limited, a subsidiary in which we hold a 51% interest. This business had a satisfactory performance in the First Half driven by the quality of our output and reliability of our service. We are now taking steps to expand mining operations from our base in St. Mary by opening a facility in Clarendon to allow us to participate in the South Coast market.

The recent acquisitions and investments in our JP Tropical Division collectively made a positive contribution to the divisional performance and we expect them to be an increasingly important part of the division in the future. The primary focus for the Division going forward will be to grow revenues organically by taking advantage of our installed base of productive capacity.

Corporate

The Corporate segment recorded a 113% increase in profit to \$41.3 million for the 2013 Second Quarter compared to a profit of \$19.4 million for the 2012 Second Quarter. Profits for the First Half were up by 210% to \$166.7 million compared to the same period in 2012.

The Corporate segment comprises interest and investment income net of the cost of corporate functions not directly charged to business units. The largest contributor to the Corporate segment is the share of earnings from our associate Kingston Wharves Limited. Kingston Wharves Limited ("KW") became an associated company following our subscription for KW equity on 29 March 2012. KW is recognized as a leading private multi-purpose port terminal operator in the Caribbean and is the largest private investor in logistics in Jamaica. We believe that KW has the strategic location and financial resources to continue to play a major role in the proposed development of the port of Kingston. Improved earnings from KW during the quarter accounted for the major share of

increased profit for the Division relative to the comparable period last year.

General

The business environment in which JP operates will continue to be affected by global macroeconomic conditions and our competitive position. In general, however, the outlook on both of these fronts is favourable. We expect that food consumers from Europe, Japan and the US, will begin to benefit from healing economies and that our position in these markets will allow us to continue to rely on them for the major share of our output. At the same time we will seek to steadily supplement these core markets with an increased presence in higher growth economies. In the Caribbean, we will continue to target our food products towards the tourist segment or to focus on offering products that are economical and deliver good value to local consumers.

Our non-food businesses in logistics and construction aggregates are well positioned to participate in the major infrastructure projects that are slated for Jamaica.

I thank our board, management and staff for their commitment to our success, and our customers for their continued support.

Chairman

C. H. Johnston



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Group Balance Sheet

	Unaudited as at June 29, 2013	Unaudited as at June 30, 2012	Audited December 31, 2012
	\$'000	\$'000	\$'000
Current Assets			
Cash and cash equivalents	296,889	147,309	323,929
Short-term investments	103,850	245,782	131,316
Securities purchased under resale agreements	35,771	36,360	175,587
Accounts receivable	886,157	696,646	604,071
Taxation recoverable	37,381	55,803	72,491
Inventories	334,792	412,856	353,932
Total Current Assets	1,694,840	1,594,756	1,661,326
Current Liabilities			
Credit facilities	5,028	17,640	30,870
Accounts payable	1,002,266	963,554	967,362
Taxation	25,616	2,736	3,154
Current portion of long-term loans	67,828	64,958	67,235
Total Current Liabilities	1,100,738	1,048,888	1,068,621
Working Capital	594,102	545,868	592,705
Non-Current Assets			
Biological assets	124,537	36,440	47,957
Interest in associated companies and joint ventures	2,752,126	2,540,801	2,617,756
Investments	558,744	643,720	502,998
Intangible assets	1,105,315	986,019	1,053,975
Deferred tax asset	2,751	3,836	3,083
Property, plant and equipment	1,607,650	1,484,897	1,618,297
Total Non-Current Assets	6,151,123	5,695,713	5,844,066
Total Assets Less Current Liabilities	6,745,225	6,241,581	6,436,771
Equity			
Share capital	18,702	18,702	18,702
Reserves	5,362,841	4,816,460	4,997,473
Total equity attributable to equity holders of the parent	5,381,543	4,835,162	5,016,175
Non-Controlling Interest	258,693	246,809	259,087
Total Equity	5,640,236	5,081,971	5,275,262
Non-Current Liabilities			
Deferred tax liability	397	-	1,611
Long-term loans	1,104,592	1,159,610	1,159,898
Total Non-Current Liabilities	1,104,989	1,159,610	1,161,509
Total Equity and Non-Current Liabilities	6,745,225	6,241,581	6,436,771
Parent company stockholders' equity per ordinary stock unit:			
Based on stock units in issue	<u>\$28.77</u>	<u>\$25.85</u>	<u>\$26.82</u>
After exclusion of stock units held by ESOP	<u>\$31.60</u>	<u>\$28.45</u>	<u>\$29.51</u>



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Group Profit and Loss Account

Notes	Unaudited	Unaudited	Unaudited	Unaudited
	13 weeks ended June 29, 2013	13 weeks ended June 30, 2012	26 weeks ended June 29, 2013	26 weeks ended June 30, 2012
	\$'000	\$'000	\$'000	\$'000
Gross operating revenue	3 1,835,770	1,747,177	3,697,207	3,487,327
Cost of operating revenue	(1,395,140)	(1,344,562)	(2,867,406)	(2,685,710)
Gross profit	440,630	402,615	829,801	801,617
Marketing, selling and distribution costs	(125,250)	(125,655)	(251,138)	(247,709)
Administrative and other operating expenses	(281,622)	(255,310)	(557,537)	(489,433)
Profit from operations	33,758	21,650	21,126	64,475
Share of profit in associated companies and joint ventures	105,201	50,159	204,797	48,600
Net gain from fluctuations in exchange rates	1,190	5,565	9,143	9,598
Gain on disposal of property, plant and equipment and investments	6,585	26,652	105,351	66,721
Exceptional Item	-	-	(35,953)	-
Other income	-	1,177	-	667
Profit before finance cost and taxation	146,734	105,203	304,464	190,061
Finance cost - interest	(22,425)	(25,993)	(49,556)	(31,024)
Profit before taxation	124,309	79,210	254,908	159,037
Taxation charge	(47,339)	(33,826)	(96,782)	(41,211)
Profit for the period	76,970	45,384	158,126	117,826
Attributable to:				
Parent company stockholders	73,043	46,047	158,520	111,802
Non-controlling interest	3,927	(663)	(394)	6,024
	76,970	45,384	158,126	117,826
Profit per ordinary stock unit:	4			
Based on stock units in issue	<u>39.06 ¢</u>	<u>24.62 ¢</u>	<u>84.76 ¢</u>	<u>59.78 ¢</u>
After exclusion of stock units held by ESOP	<u>42.94 ¢</u>	<u>27.15 ¢</u>	<u>93.21 ¢</u>	<u>65.95 ¢</u>



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Group Statement of Comprehensive Income

	Unaudited 13 weeks ended June 29, 2013 \$'000	Unaudited 13 weeks ended June 30, 2012 \$'000	Unaudited 26 weeks ended June 29, 2013 \$'000	Unaudited 26 weeks ended June 30, 2012 \$'000
Profit for the period	<u>76,970</u>	<u>45,384</u>	<u>158,126</u>	<u>117,826</u>
Other comprehensive income:				
Exchange gains/(losses) on translating foreign operations	12,443	(31,373)	147,191	32,155
Available-for-sale financial assets:				
Revaluation gains /(losses) arising during the year	67,773	(8,062)	60,434	(48,861)
Realised revaluation gains transferred to group profit and loss account	(6,300)	(26,468)	(6,300)	(61,517)
	<u>73,916</u>	<u>(65,903)</u>	<u>201,325</u>	<u>(78,223)</u>
Total comprehensive income/(expense) for the period	<u><u>150,886</u></u>	<u><u>(20,519)</u></u>	<u><u>359,451</u></u>	<u><u>39,603</u></u>
Total comprehensive income/(expense) attributable to:				
Parent company stockholders	146,959	(19,856)	359,845	33,579
Non-controlling interest	<u>3,927</u>	<u>(663)</u>	<u>(394)</u>	<u>6,024</u>
	<u><u>150,886</u></u>	<u><u>(20,519)</u></u>	<u><u>359,451</u></u>	<u><u>39,603</u></u>



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Group Statement of Changes in Equity

	Share Capital \$'000	Share Premium \$'000	Capital Reserves \$'000	Fair Value Reserve \$'000	Reserve For Own Shares \$'000	Retained Profits \$'000	Parent Company Stockholders' Equity \$'000	Non- Controlling Interest \$'000	Total Equity \$'000
Balances at December 31, 2011	18,702	135,087	1,736,814	385,885	(190,646)	2,704,454	4,790,296	(16,159)	4,774,137
Changes in equity:									
Profit for the period	-	-	-	-	-	111,802	111,802	6,024	117,826
Other comprehensive income									
Exchange gains arising on retranslation of foreign operations	-	-	32,155	-	-	-	32,155	-	32,155
Net change in fair value of available-for-sale investments	-	-	-	(48,861)	-	-	(48,861)	-	(48,861)
Realised revaluation gains on available-for-sale investments transferred to group profit and loss account	-	-	-	(61,517)	-	-	(61,517)	-	(61,517)
Total other comprehensive income/(expense)	-	-	32,155	(110,378)	-	-	(78,223)	-	(78,223)
Total comprehensive income/(expense) for the period	-	-	32,155	(110,378)	-	111,802	33,579	6,024	39,603
Transactions with owners of the company									
Own shares sold by ESOP	-	-	-	-	11,287	-	11,287	-	11,287
	-	-	-	-	11,287	-	11,287	-	11,287
Changes in ownership interest in subsidiaries									
Non-controlling interest on acquisition of subsidiary	-	-	-	-	-	-	-	256,944	256,944
	-	-	-	-	-	-	-	256,944	256,944
Total increase/(decrease) in equity	-	-	32,155	(110,378)	11,287	111,802	44,866	262,968	307,834
Balances at June 30, 2012	18,702	135,087	1,768,969	275,507	(179,359)	2,816,256	4,835,162	246,809	5,081,971
Retained in the financial statements of:									
The company	18,702	135,087	1,581,429	272,033	-	2,370,483	4,377,734		
Subsidiaries	-	-	190,665	3,474	(179,359)	464,865	479,645		
Joint venture companies	-	-	(3,125)	-	-	(19,092)	(22,217)		
Balances at June 30, 2012	18,702	135,087	1,768,969	275,507	(179,359)	2,816,256	4,835,162		



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Group Statement of Changes in Equity (cont'd)

	Share Capital \$'000	Share Premium \$'000	Capital Reserves \$'000	Fair Value Reserve \$'000	Reserve For Own Shares \$'000	Retained Profits \$'000	Parent Company Stockholders' Equity \$'000	Non- Controlling Interest \$'000	Total Equity \$'000
Balances at December 31, 2012	18,702	135,087	1,952,467	229,048	(178,988)	2,859,859	5,016,175	259,087	5,275,262
Changes in equity:									
Profit for the period	-	-	-	-	-	158,520	158,520	(394)	158,126
Other comprehensive income									
Exchange gains arising on retranslation of foreign operations	-	-	147,191	-	-	-	147,191	-	147,191
Net change in fair value of available-for-sale investments	-	-	-	60,434	-	-	60,434	-	60,434
Realised revaluation gains on available-for-sale investments transferred to group profit and loss account	-	-	-	(6,300)	-	-	(6,300)	-	(6,300)
Total other comprehensive income	-	-	147,191	54,134	-	-	201,325	-	201,325
Total comprehensive income/(expense) for the period	-	-	147,191	54,134	-	158,520	359,845	(394)	359,451
Transaction with owners of the company									
Own shares sold by ESOP	-	-	-	-	5,523	-	5,523	-	5,523
	-	-	-	-	5,523	-	5,523	-	5,523
Total increase/(decrease) in equity	-	-	147,191	54,134	5,523	158,520	365,368	(394)	364,974
Balances at June 29, 2013	18,702	135,087	2,099,658	283,182	(173,465)	3,018,379	5,381,543	258,693	5,640,236
Retained in the financial statements of:									
The company	18,702	135,087	1,589,125	279,392	-	2,488,972	4,511,278		
Subsidiaries	-	-	530,601	3,790	(173,465)	351,877	712,803		
Joint venture and associated companies	-	-	(20,068)	-	-	177,530	157,462		
Balances at June 29, 2013	18,702	135,087	2,099,658	283,182	(173,465)	3,018,379	5,381,543		



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Group Statement of Cash Flows

	<u>26 weeks ended</u> <u>June 29, 2013</u> \$'000	<u>26 weeks ended</u> <u>June 30, 2012</u> \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period attributable to the group	158,520	111,802
Items not affecting cash:		
Gains on disposal of fixed assets and investments	(105,391)	(71,467)
Depreciation and amortisation	123,196	100,785
Other items	(65,120)	(5,401)
	111,205	135,719
 (Increase)/Decrease in current assets	(224,314)	548,848
Increase/(Decrease) in current liabilities	<u>51,405</u>	(<u>187,829</u>)
CASH (USED)/PROVIDED BY OPERATING ACTIVITIES	(61,704)	496,738
CASH PROVIDED/(USED) BY INVESTMENT ACTIVITIES	193,704	(1,402,691)
CASH (USED)/PROVIDED BY FINANCING ACTIVITIES	(<u>159,040</u>)	<u>892,923</u>
Net decrease in cash and cash equivalents	(27,040)	(13,030)
Cash and cash equivalents at beginning of the period	<u>323,929</u>	<u>160,339</u>
Cash and cash equivalents at end of the period	<u><u>296,889</u></u>	<u><u>147,309</u></u>



Notes to the Financial Statements

1. Basis of Presentation

These consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations, issued by the International Accounting Standards Board (IASB) and its International Financial Reporting Interpretations Committee (IFRIC), and comply with the provisions of the Jamaican Companies Act.

The accounting policies and methods of computation used in these interim financial statements are consistent with the most recent annual report.

2. Group's Operations and Activities

Jamaica Producers Group Limited ("company") is incorporated and domiciled in Jamaica. The company's registered office is located at 6A Oxford Road, Kingston 5.

The main activities of the company and its subsidiaries ("group") are juice and food manufacturing, the cultivation, marketing and distribution of fresh produce locally, logistics, land management and the holding of investments.

During the first quarter the group incurred exceptional restructuring charges of \$36 million related to its banana operations following damage caused by Hurricane Sandy in October 2012.

During the first quarter of the previous year the group acquired a 62% share in Tortuga International Holdings Limited, a company that operates food manufacturing and distribution in the Caribbean. The group also acquired 357,550,000 ordinary shares of Kingston Wharves Limited (KW) and together with other acquisitions resulted in an associated company holding of 30% of the issued shares of that company at December 31, 2012.

There were no other exceptional items or discontinued operations.

3. Gross Operating Revenue

Gross operating revenue comprises investment income, the gross sales of goods and services of the group and commission earned by the group on consignment sales. This is shown after deducting returns, rebates and discounts, consumption taxes and eliminating sales within the group.

4. Profit per stock unit and stockholders' equity per stock unit

Profit per ordinary stock unit is calculated by dividing profit attributable to the group by 187,024,006, being the total number of ordinary stock units in issue during the quarter and a weighted average number of ordinary stock units in issue (excluding those held by the ESOP) during the quarter. The weighted average number of ordinary stock units in issue (excluding those held by the ESOP) for the quarter ended June 29, 2013 was 170,118,640 (2012 – 169,429,740) stock units.

Stockholders' equity per ordinary stock unit is calculated by dividing the parent company stockholders' equity by 187,024,006 being the total number of ordinary stock units in issue at the end of the quarter and 170,302,146 (2012 – 169,959,482), representing the total number of ordinary stock units in issue at quarter-end less those held by the ESOP at the same date.



Notes to the Financial Statements (cont'd)

5. Accounting Policies

The following accounting policies have been reflected in these financial statements in compliance with IFRS:

a. Associates

Associates are all entities over which the group has significant influence, but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for by the equity method of accounting and are initially recognized at cost. The group's investment is carried at the group's share of the fair value of net identifiable assets of the associate net of any impairment loss identified on acquisition.

The group's share of its associates' post-acquisition profits or losses is recognised in the profit and loss account and its share of post-acquisition movements in reserves is recognized in other comprehensive income to the extent that the profits, losses or movements are consistent with the group's significant accounting policies. Should the group's share of losses in an associate equal or exceed its interest in the associate, including any other unsecured receivables, the group will not recognize further losses unless it has incurred obligations or made payments on behalf of the associate.

b. Investments

Investments with fixed or determinable payments and which are not quoted in an active market are classified as loans and receivables and are stated at amortised cost, less impairment losses. Where the group has the positive intent and ability to hold securities to maturity, they are classified as held-to-maturity and recognised initially at cost and subsequently measured at amortised cost, less impairment losses. Other investments held by the group are classified as available-for-sale and are stated at fair value with changes in fair value recognised in other comprehensive income except for impairment losses and foreign exchange gains and losses in the case of monetary items, such as debt securities. Where these investments are derecognised, the cumulative gain or loss previously recognised directly in other comprehensive income is recognised in group profit or loss. Where fair value cannot be reliably measured, these investments are stated at cost. Available-for-sale investments include certain debt and equity securities.

The fair value of quoted available-for-sale investments is their bid price.

Available-for-sale investments are recognised/derecognised by the group on the date it commits to purchase or sell the investments. Other investments are recognised/derecognised on the day they are transferred to/by the group.

c. Intangible assets and goodwill:

Goodwill is subsequently measured at cost, less any accumulated impairment losses. Goodwill is allocated to cash-generating units and is no longer amortised but tested annually for impairment. In respect of equity accounted investees, the carrying amount of goodwill is including in the carrying amount of the equity accounted investee as a whole.

(i) Goodwill

Goodwill that arises on the acquisition of subsidiaries is presented in intangible assets, for measurement of goodwill at initial recognition.

(ii) Other intangible assets

Other intangible assets that are acquired by the group and have finite useful lives are amortized and tested for impairment.

(iii) Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure including expenditure on internally generated goodwill and brands, is recognized in profit or loss as incurred.



Jamaica Producers Group Limited

UNAUDITED GROUP RESULTS 26 WEEKS ENDED JUNE 29, 2013

Notes to the Financial Statements (cont'd)

5. Accounting Policies (cont'd)

c. Intangible assets and goodwill (cont'd):

(iv) Amortization

Except for goodwill, intangible assets are amortised on a straight-line basis in profit or loss over their estimated useful lives, from the date that they are available for use.

The estimates of useful lives are as follows:

- brands and trademarks 25 years
- customer relationships 15 years
- other identified intangible assets 3 years

Amortization methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

d. Deferred taxation

Deferred income tax is provided in full, using the liability method, on temporary differences between the tax bases of assets and liabilities and their carrying amounts. A tax asset is reflected for unutilised tax losses only to the extent that reversal can reasonably be expected.

e. Segment reporting

Segment information is presented in respect of the group's strategic business segments. The identification of business segments is based on the group's management and internal reporting structure. Segment results, assets and liabilities include items directly attributable to a segment, as well as those that can be allocated on a reasonable basis.

The group is organised into three business segments:

- JP Europe Division – This comprises businesses that are centred in Europe and include production and marketing of natural food and drink, and a logistics business.
- JP Tropical Division – This comprises businesses that are centred in the Caribbean and Central America, and include production and marketing of natural food and drink as well as management of land holdings.

Corporate – This comprises interest and investment income, net of the cost of corporate functions not directly charged to business units.

6. Segment Results

The segment results are as follows:

	<u>26 weeks ended</u> <u>June 29, 2013</u>	<u>26 weeks ended</u> <u>June 30, 2012</u>
	\$'000	\$'000
<u>Revenue</u>		
JP Europe Division	2,720,952	2,398,747
JP Tropical Division	920,584	1,025,463
Corporate	55,671	63,117
Total	<u>3,697,207</u>	<u>3,487,327</u>
<u>Profit before tax</u>		
JP Europe Division	116,419	54,265
JP Tropical Division	(28,247)	50,945
Corporate	166,736	53,827
Total	<u>254,908</u>	<u>159,037</u>



Notes to the Financial Statements (cont'd)

7. Foreign Currency Translation

Overseas revenues and expenses have been translated at effective exchange rates of J\$126.07 (2012: J\$114.01) to €1, J\$148.64 (2012: J\$136.35) to £1 and J\$96.80 (2012: J\$86.93) to US\$1.

Adjustments have been made for exchange gains and losses on foreign currency assets and liabilities at June 29, 2013 and June 30, 2012 based upon the following exchange rates:

	<u>J\$/€</u>	<u>J\$/£</u>	<u>J\$/US\$</u>
June 29, 2013	123.67	152.75	100.56
December 31, 2012	121.49	148.29	92.15
June 30, 2012	111.93	136.82	88.20
December 31, 2011	111.82	133.26	86.14


C.H. Johnston

Chairman


J. Hall

Group Managing Director

On behalf of the Board

August 12, 2013