



Chairman's Report – Q1, 2013

Dionisio D'Aguilar
June 20, 2012



**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED APRIL 30, 2012**

CONSOLIDATED BALANCE SHEET

(Expressed in thousands of Bahamian dollars)

	April 30, 2013	January 31, 2013
Assets		
Current assets		
Cash and bank balances	\$ 4,628	3,802
Receivables, net of provisions	712	892
Merchandise inventories, net of provisions	16,920	18,283
Other current assets	2,841	2,301
	25,101	25,277
Capital assets		
Property and buildings	8,384	8,457
Equipment	7,665	8,004
Leasehold improvements	6,723	6,935
Work In Progress	1,281	816
	24,053	24,213
Goodwill	4,110	4,110
	\$ 53,264	53,600
Liabilities and Equity		
Current liabilities		
Bank overdraft	\$ 563	2,263
Accounts payable and accrued expenses	12,026	11,353
Declared dividends (note 2)	616	-
	13,205	13,616
Long-term liabilities		
Preference shares	20,000	20,000
	33,205	33,616
Equity		
Ordinary shares	7,702	7,702
Treasury shares (note 3)	(409)	(439)
Capital paid in excess of par	2,664	2,664
Property revaluation surplus	942	942
Retained earnings	9,160	9,116
	20,059	19,984
	\$ 53,264	53,600

AML FOODS LIMITED

CONSOLIDATED STATEMENT OF INCOME

(Expressed in thousands of Bahamian dollars)

	Quarter Ended April 30, 2013	Quarter Ended April 30, 2012
Sales	\$ 35,989	28,060
Cost of sales	(25,302)	(19,608)
Gross profit	10,687	8,452
Selling, general and administrative expenses	(9,745)	(7,838)
Other operating income	94	134
Net operating profit	1,036	748
Interest expense	(17)	(64)
Dividends on preference shares	(363)	(181)
Net profit before pre-opening expenses and extraordinary income	\$ 656	503
Pre-opening expenses	-	(26)
Extraordinary income	-	101
Net profit and comprehensive income	\$ 656	578
Profit per share	\$0.043	\$0.038

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Expressed in thousands of Bahamian dollars)

	No. of Shares	Retained Earnings	Share Capital	Contributed Surplus	Treasury Shares	Revaluation Surplus	Total
January 31, 2013	15,404	\$ 9,115	7,702	2,664	(439)	942	\$ 19,984
Net profit for period	-	656	-	-	-	-	656
Shares repurchased (note 3)	-	-	-	-	30	-	30
Declared dividends (note 2)	-	(611)	-	-	-	-	(611)
April 30, 2013	15,404	9,160	7,702	2,664	(409)	942	20,059
January 31, 2012	15,404	\$ 7,600	7,702	2,664	(264)	942	\$ 18,644
Net profit for period	-	578	-	-	-	-	578
Shares repurchased (note 3)	-	-	-	-	(55)	-	(55)
Declared dividends (note 2)	-	(616)	-	-	-	-	(616)
April 30, 2012	15,404	7,562	7,702	2,664	(319)	942	18,551

AML FOODS LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS

(Expressed in thousands of Bahamian dollars)

	Quarter Ended April 30, 2013	Quarter Ended April 30, 2012
Cash flows from operating activities		
Net profit for period	\$ 656	578
Adjustments for:		
Depreciation and amortisation of franchise fees	831	511
Dividends on preference shares	363	181
Decrease/(increase) in inventory provision	(460)	(172)
Decrease in provision for doubtful debts	6	4
Operating cash flow before changes in working capital	1,396	1,102
Working capital source/(use)		
Merchandising inventories	1,823	1,019
Accounts receivable	(5)	41
Other current assets	(374)	(643)
Accounts payable and accrued expenses	684	(278)
Net cash provided by operating activities	3,524	1,241
Investing activities source/(use)		
Additions to capital assets	(670)	(1,804)
Net cash used in investing activities	(670)	(1,804)
Financing activities source/(use)		
Dividends paid on preference shares	(363)	(181)
Movement on treasury shares	35	(55)
Net cash used in financing activities	(328)	(236)
Increase / (decrease) in cash	\$ 2,526	(799)
Cash, beginning of period	1,539	3,847
Cash, end of period	4,065	3,048
Movement for period	\$ 2,526	(799)

Cash and cash equivalents comprise cash less bank overdrafts.

AML FOODS LIMITED

EXPLANATORY NOTES TO UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS Quarter Ended April 30, 2013

1. ACCOUNTING POLICIES

These financial statements have been prepared in accordance with International Financial Reporting Standards using the same accounting policies and methods of computation as the Consolidated Financial Statements included in the 2012 Annual Report.

The consolidated financial statements include the accounts of AML Foods Limited, formerly Abaco Markets Limited, (“the Company”) and its significant wholly owned subsidiaries: Solomon’s Supercentre (Nassau) Limited, Cost Right Nassau Limited, Solomon’s Club (Freeport) Limited, Thompson Wholesale Limited, Caribbean Franchise Holdings Limited, and Solomon’s Fresh Market Limited.

2. DECLARED DIVIDENDS

On March 27, 2013 the Company declared dividends of \$0.04 per ordinary share based on 2012 results. Dividends were paid on May 03, 2013 to the shareholders on record as of April 26, 2013.

3. SHARE BUY BACK

As at January 31, 2013, the Company had repurchased a total of 269,590 shares at an average cost of \$1.17 per share.

4. SUBSEQUENT EVENT

On June 17, 2013 the Company declared interim dividends of \$0.02 per ordinary share. Dividends will be payable on July 08, 2013 to the shareholders on record as of July 01, 2013.

AML FOODS LIMITED

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LEGAL COUNSEL

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REGISTRAR & TRANSFER AGENTS

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FINANCIAL ADVISORS

Providence Advisors Limited
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DIRECTORS

Dionisio D'Aguilar (Chairman)
Robert Sands (Vice Chairman)
R. Craig Symonette
Frank J. Crothers
Franklyn Butler, II
Michael R. Moss
Gavin Watchorn

AML FOODS LIMITED

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