

Delmon Poultry Company B.S.C.

Condensed interim financial information
for the quarter and nine months period
ended 30 September 2013
(Reviewed)

Delmon Poultry Company B.S.C.
Condensed interim financial information for the quarter and nine months
period ended 30 September 2013
(Reviewed)

Index	Page
1. Administration and contact details	2-3
2. Review report by the independent auditor's	4
3. Condensed interim statement of financial position	5
4. Condensed interim statement of profit and loss	6
5. Condensed interim statement of comprehensive income	7
6. Condensed interim statement of changes in shareholders' equity	8
7. Condensed interim statement of cash flows	9
8. Selected explanatory notes to the condensed interim financial information	10-15
 Additional Information (Not reviewed)	
9. Quantities produced & sold	16

Commercial registration	10700 obtained on 21 July 1980
Board of directors	Yousuf Saleh Al Saleh (<i>Chairman</i>) Abdul Nabi Nasser Salman (<i>Vice chairman</i>) Jaffar Habib Ahmed Abdul Rahman Mohamed Jamsheer Abdulredha Mohamed Al Daylami Abdulgussain Khalil Dewani Ebrahim Abdali Al Daaysi Jaffar Mohamed Ali Al Dhaif Talal Mohamed Abdulla Al Mannai
Executive Committee	Yousuf Saleh Al Saleh (<i>Chairman</i>) Abdul Nabi Nasser Salman (<i>Vice chairman</i>) Jaffar Habib Ahmed Abdul Rahman Mohamed Jamsheer
Audit Committee	Abdulredha Mohamed Al Daylami (<i>Chairman</i>) Ebrahim Abdali Al Daaysi Jaffar Mohamed Ali Al Dhaif Talal Mohamed Abdulla Al Mannai
Governance Committee	Talal Mohamed Abdulla Al Mannai (<i>Chairman</i>) Abdulredha Mohamed Al Daylami Abdulgussain Khalil Dewani Ebrahim Abdali Al Daaysi
Nomination and Remuneration Committee	Abdul Rahman Mohamed Jamsheer (<i>Chairman</i>) Abdul Nabi Nasser Salman Jaffar Habib Ahmed Abdulgussain Khalil Dewani
General Manager	Abdul Karim Ismaeel Al Alawi
Offices and plants	Administration and chicken processing plant Hamala, PO Box 20535 Telephone 17608282 Fax 17601930 Email: depco@batelco.com.bh Website: www.dawajen.bh Feedmill - Mina Salman Telephone 17727705 Chick hatchery - Al-Buhair Telephone 17624832

Delmon Poultry Company B.S.C.
Administration and contact details as at 30 June 2013 (continued)

Principal bankers

Ahli United Bank
Bahrain Islamic Bank
Bank of Bahrain and Kuwait
National Bank of Bahrain

Auditors

BDO
17th Floor
Diplomatic Commercial Office Tower
PO Box 787
Manama
Kingdom of Bahrain

Internal Auditor

Grant Thornton - Abdulaal
12th Floor, Al Nakeel Tower
Seef District
PO Box 11175
Kingdom Of Bahrain

Share registrar

Fakhro Karvy Computer Share W.L.L.
PO Box 514
Manama
Kingdom of Bahrain

Review report on the condensed interim financial information to the Board of Directors of Delmon Poultry Company B.S.C.

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Delmon Poultry Company B.S.C. (the "Company") as at 30 September 2013, the condensed interim statement of profit and loss, the condensed interim statement of comprehensive income, the condensed interim statement of changes in shareholders' equity, the condensed interim statement of cash flows for the quarter and nine months period then ended and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 - "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 - "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information does not present fairly, in all material respects, the financial position of the Company as at 30 September 2013, and its financial performance and its cash flows for the quarter and nine months period then ended in accordance with International Accounting Standard 34 - "*Interim Financial Reporting*".

Other matters

The interim financial statements of the Company for the quarter and nine months period ended 30 September 2012 were reviewed by another auditors who expressed an unqualified review opinion on those statements in their report dated 4 November 2012. The annual audit for the year ended 31 December 2012 was audited by the same auditor who expressed an unqualified audit opinion on those statements in their report dated 13 February 2013.



Manama, Kingdom of Bahrain
10 November 2013

Delmon Poultry Company B.S.C.
Condensed interim statement of financial position as at 30 September 2013
(Reviewed)
(Expressed in Bahrain Dinars)

	30 September 2013 (Reviewed)	31 December 2012 (audited)
ASSETS		
Non-current assets		
Available-for-sale investments	3,511,058	3,742,637
Held-to-maturity investments	750,000	500,000
Investment in an associate company	2,294,567	2,244,274
Property, plant and equipment	945,649	724,119
Total non-current assets	<u>7,501,274</u>	<u>7,211,030</u>
Current assets		
Cash and bank balances	206,744	485,252
Short-term bank deposits	4,504,982	4,060,728
Trade receivables	601,774	854,902
Accrued income and other receivables	1,188,124	1,421,784
Inventory	1,488,259	1,375,057
Total current assets	<u>7,989,883</u>	<u>8,197,723</u>
TOTAL ASSETS	<u>15,491,157</u>	<u>15,408,753</u>
EQUITY AND LIABILITIES		
Shareholders' equity		
Share capital	3,120,928	3,120,928
Less: Treasury shares	(59,857)	(59,857)
	3,061,071	3,061,071
Statutory reserve	1,560,464	1,560,464
General reserve	3,993,000	3,993,000
Development and raw material reserve	1,000,000	1,000,000
Investment fair value reserve	1,843,439	1,699,614
Retained earnings	3,138,394	3,207,064
Total shareholders' equity	<u>14,596,368</u>	<u>14,521,213</u>
Non-current liabilities		
Provision for indemnity	21,836	38,906
Total non-current liabilities	<u>21,836</u>	<u>38,906</u>
Current liabilities		
Trade payables	75,197	284,604
Accrued expenses and other payables	797,756	564,030
Total current liabilities	<u>872,953</u>	<u>848,634</u>
TOTAL EQUITY AND LIABILITIES	<u>15,491,157</u>	<u>15,408,753</u>

The reviewed condensed interim financial information, set out on pages 5 to 15, was approved for issue by the Board of Directors on 10 November 2013 and signed on their behalf by:


Yousuf Saleh Al Saleh
Chairman


Abdul Nabi Nasser Salman
Vice chairman

Delmon Poultry Company B.S.C.
Condensed interim statement of profit and loss for the quarter and nine months
period ended 30 September 2013
(Reviewed)
(Expressed in Bahrain Dinars)

	Quarter ended 30 September 2013	Quarter ended 30 September 2012	Nine months period ended 30 September 2013	Nine months period ended 30 September 2012
Sales	3,637,473	3,660,702	10,741,800	10,653,005
Cost of sales	<u>(3,904,963)</u>	<u>(3,911,108)</u>	<u>(11,719,596)</u>	<u>(11,258,189)</u>
Gross loss for the period	(267,490)	(250,406)	(977,796)	(605,184)
Other operating expenses	<u>(187,764)</u>	<u>(153,149)</u>	<u>(516,632)</u>	<u>(448,106)</u>
Operating loss before government subsidy	(455,254)	(403,555)	(1,494,428)	(1,053,290)
Government Subsidy	<u>576,864</u>	<u>551,303</u>	<u>1,607,001</u>	<u>1,531,378</u>
Profit from operations	121,610	147,748	112,573	478,088
Investment income	80,611	67,077	280,314	259,371
Share of profit in an associate company	104,559	150,631	226,458	155,947
Other (loss)/income	(628)	400	4,773	5,852
Impairment of available for-sale- investments	<u>(55,640)</u>	<u>(400)</u>	<u>(76,562)</u>	<u>(45,978)</u>
Profit for the period	<u>250,512</u>	<u>365,456</u>	<u>547,556</u>	<u>853,280</u>
Basic earnings per share (fils)	<u>8.13</u>	<u>11.86</u>	<u>17.77</u>	<u>27.69</u>

Delmon Poultry Company B.S.C.
Condensed interim statement of comprehensive income for the quarter and nine months
period ended 30 September 2013
(Reviewed)
(Expressed in Bahrain Dinars)

	Quarter ended 30 September <u>2013</u>	Quarter ended 30 September <u>2012</u>	Nine months period ended 30 September <u>2013</u>	Nine months period ended 30 September <u>2012</u>
Profit for the period	250,512	365,456	547,556	853,280
Other comprehensive income:				
<i>Items that may be reclassified into profit or loss:</i>				
Unrealised fair values gains /loss on available-for-sale investments	42,975	(146,879)	205,440	(82,006)
Transferred to income statement on impairment of available for-sale-investments	-	400	-	5,165
Transferred to income statement on maturity of available-for-sale-investments	(41,943)	(13,988)	(69,927)	(30,674)
Company's share in associate's net change in investments' fair value	<u>1,660</u>	<u>5,526</u>	<u>8,312</u>	<u>16,333</u>
Other comprehensive income/ (loss) for the period	<u>2,692</u>	<u>(154,941)</u>	<u>143,825</u>	<u>(91,182)</u>
Total comprehensive income for the period	<u>253,204</u>	<u>210,515</u>	<u>691,381</u>	<u>762,098</u>

Delmon Poultry Company B.S.C.

Condensed interim statement of changes in shareholders' equity for the nine months period ended 30 September 2013

(Reviewed)

(Expressed in Bahrain Dinars)

	<u>Share capital</u>	<u>Treasury shares</u>	<u>Statutory reserve</u>	<u>General reserve</u>	<u>Development and raw material reserve</u>	<u>Investment fair value reserve</u>	<u>Retained earnings</u>	<u>Total</u>
2012 (Reviewed)								
As at 1 January 2012	3,120,928	(51,831)	1,560,464	3,993,000	1,000,000	1,681,432	2,653,946	13,957,939
Total comprehensive income for the period	-	-	-	-	-	(91,182)	853,280	762,098
Dividend distributed for 2011	-	-	-	-	-	-	(616,895)	(616,895)
At 30 September 2012	<u>3,120,928</u>	<u>(51,831)</u>	<u>1,560,464</u>	<u>3,993,000</u>	<u>1,000,000</u>	<u>1,590,250</u>	<u>2,890,331</u>	<u>14,103,142</u>
2013 (Reviewed)								
As at 1 January 2013	3,120,928	(59,857)	1,560,464	3,993,000	1,000,000	1,699,614	3,207,064	14,521,213
Total comprehensive income for the period	-	-	-	-	-	143,825	547,556	691,381
Dividend distributed for 2012	-	-	-	-	-	-	(616,226)	(616,226)
At 30 September 2013	<u>3,120,928</u>	<u>(59,857)</u>	<u>1,560,464</u>	<u>3,993,000</u>	<u>1,000,000</u>	<u>1,843,439</u>	<u>3,138,394</u>	<u>14,596,368</u>

Delmon Poultry Company B.S.C.
Condensed interim statement of cash flows for the nine months
period ended 30 September 2013
(Reviewed)
(Expressed in Bahrain Dinars)

	Nine months period ended 30 September 2013	Nine months period ended 30 September 2012
Operating activities		
Cash received from customers	9,092,202	8,567,989
Subsidy received from Government of Bahrain	2,622,473	3,147,753
Payments to suppliers	(9,726,327)	(8,714,908)
Payments to employees and others	(1,285,267)	(1,276,980)
Directors' remuneration paid	(90,000)	(90,000)
Net cash provided by operating activities	<u>613,081</u>	<u>1,633,854</u>
Investing activities		
Purchase of plant and equipment	(303,069)	(324,598)
Purchase of available-for-sale investments	(2,000)	-
Purchase of held-to-maturity investments	(250,000)	-
Proceeds from sale of property, plant and equipment	878	-
Proceeds from maturity of available-for-sale investments	292,529	191,863
Proceeds from sale of shares	-	3,669
Dividends received from the investment in an associate company	184,477	167,706
Placement of term deposits	-	(1,005,554)
Interests and dividends received	<u>229,003</u>	<u>255,223</u>
Net cash provided by investing activities	<u>151,818</u>	<u>(711,691)</u>
Financing activities		
Dividends paid	<u>(599,153)</u>	<u>(596,970)</u>
Net cash used in financing activities	<u>(599,153)</u>	<u>(596,970)</u>
Net increase in cash and cash equivalents	165,746	325,193
Cash and cash equivalents, beginning of the period	<u>4,545,980</u>	<u>3,290,476</u>
Cash and cash equivalents, end of the period	<u>4,711,726</u>	<u>3,615,669</u>
Comprising:		
Cash and bank balances	206,744	76,058
Short-term bank deposits	<u>4,504,982</u>	<u>3,539,611</u>
	<u>4,711,726</u>	<u>3,615,669</u>

1 Organisation and activities

Delmon Poultry Company B.S.C. ("the Company") is a public shareholding company registered with the Ministry of Industry and Commerce in the Kingdom of Bahrain and operates under commercial registration number 10700 obtained on 21 July 1980.

The principal objectives of the Company include establishing or investing in:

- Facilities for processing, packing and storing frozen chicken;
- Feed factories;
- Integrated project for broiler meat;
- Distribution network affording easy accessibility for consumers; and
- Similar or supporting activities in Bahrain or abroad.

The Company is also allowed to invest its surplus funds in all types of investments.

Current operations, all in Bahrain, are as follows:

- Chicken processing plant at Hamala
- Feedmill at Mina Salman
- Chicks hatchery at Al-Buhair

The registered office of the Company is in the Kingdom of Bahrain.

2 Basis of preparation

The interim condensed financial information is presented in accordance with International Accounting Standards 34 "Interim Financial Reporting". The accounting policies and methods of computation used in the preparation of this interim condensed financial information are consistent with those used in the annual audited financial statements of the Company for the year ended 31 December 2012. This interim condensed financial information should therefore be read in conjunction with the 2012 annual audited financial statements.

Standards, amendments and interpretations effective and adopted in 2013

The following new standards, amendments to existing standards or interpretations to published standards are mandatory for the first time for the financial year beginning 1 January 2013 and have been adopted in the preparation of the financial statements:

<u>Standard or interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 1	Presentation of Financial Statements	1 July 2012
<ul style="list-style-type: none">• The main change requires entities to present line items for OCI amounts by nature and to group items presented in OCI into two categories:<ul style="list-style-type: none">- those that could subsequently be reclassified to profit or loss (reclassification adjustments); and- those that that will not be reclassified.• In addition, a change was made to the title of the statement of comprehensive income. This is now referred to as the 'statement of profit or loss and other comprehensive income'. However, the flexibility currently in IAS 1 to use other titles will remain.		

Delmon Poultry Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2013

(Reviewed)

(Expressed in Bahrain Dinars)

2 Basis of preparation (continued)

Standards, amendments and interpretations issued and effective in 2013 but not relevant

The following new standards, amendments to existing standards and interpretations to published standards are mandatory for accounting periods beginning on or after 1 January 2013 or subsequent periods, but are not relevant to the Company's operations:

Standard or Interpretation	Title	Effective for annual periods beginning on or after
IAS 19	Employee benefits	1 January 2013
IAS 27	Separate Financial Statements	1 January 2013
IAS 28	Investments in Associates and Joint Ventures	1 January 2013
IFRS 1	First Time Adoption of International Financial Reporting Standards	1 January 2013
IFRS 7	Financial Instruments - Disclosures	1 January 2013
IFRS 10	Consolidated Financial Statements	1 January 2013
IFRS 11	Joint Agreements	1 January 2013
IFRS 12	Disclosure of Interests in Other Entities	1 January 2013
IFRS 13	Fair Value Measurement	1 January 2013
IFRIC 20	Stripping Costs in the Production Phase of Surface Mine	1 January 2013

Improvements/amendments to IFRS 2009/2011 cycle

Improvements/amendments to IFRS issued in 2009/2011 cycle contained numerous amendments to IFRS that the IASB considers non-urgent but necessary. 'Improvements to IFRS' comprise amendments that result in accounting changes to presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS standards. The amendments are effective for the Company's annual audited financial statements beginning on or after 1 January 2013 with earlier adoption permitted. No material changes to accounting policies are expected as a result of these amendments.

Standards, amendments and interpretations issued but not yet effective in 2013

The following IFRS and IFRIC interpretations issued/revised as at 1 January 2013 or subsequent periods have not been early adopted by the Company's management:

Standard or Interpretation	Title	Effective for annual periods beginning on or after
IAS 32	Financial Instruments - Presentation	1 January 2014
IFRS 7	Financial Instruments - Disclosures	1 January 2015
IFRS 9	Financial Instruments - Classification and Measurement	1 January 2015

There would have been no change in the operational results of the Company for the period ended 30 September 2013 had the Company early adopted any of the above standards applicable to the Company.

Early adoption of amendments or standards in 2013

The Company did not early-adopt any new or amended standards in 2013.

Delmon Poultry Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2013

(Reviewed)

(Expressed in Bahrain Dinars)

3 Earnings per share

	Quarter ended 30 September 2013	Quarter ended 30 September 2012	Nine months ended 30 September 2013	Nine months ended 30 September 2012
Net profit for the period	<u>250,512</u>	<u>365,456</u>	<u>547,556</u>	<u>853,280</u>
Weighted average number of shares outstanding	<u>30,811,295</u>	<u>30,811,295</u>	<u>30,811,295</u>	<u>30,811,295</u>
Earnings per share (fils)	<u>8.13</u>	<u>11.86</u>	<u>17.77</u>	<u>27.69</u>

The earnings per share has been computed on the basis of net profit for the period ended 30 September 2013 divided by the weighted average number of shares outstanding for the period total of 31,209,277, net of 397,982 treasury shares. There is no difference between the basic and diluted earnings per share.

4 Appropriations

During the nine months period, the shareholders approved the following appropriations for 2012 in their Annual General Meeting held on 24 March 2013:

	30 September 2013	30 September 2012
20% cash dividends of share nominal value	616,226	616,895
Transferred to statutory reserve from retained earnings	-	43,715

The General Assembly also approved directors' remuneration of BD90,000 for the year 2012 (2012: BD 90,000 for the year 2011).

5 Transactions with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include entities over which the Company exercises significant influence, major shareholders, directors and executive management of the Company.

Transactions with entities controlled by directors, or over which they exert significant influence are as per the fixed contract price agreed by the Company, government and those entities. Other related party transactions are conducted on a normal commercial basis.

Delmon Poultry Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2013

(Reviewed)

(Expressed in Bahrain Dinars)

5 Transactions with related parties (continued)

The related party transactions and balances included in these financial statements are as follows:

	<u>30 September 2013</u>			<u>31 December 2012</u>	<u>30 September 2012</u>	
	<u>Receivables</u>	<u>Sales</u>	<u>Purchases</u>	<u>Receivables</u>	<u>Sales</u>	<u>Purchases</u>
Major shareholders	5,152	502,636	-	131,843	932,244	-
Entities controlled by directors	21,663	319,660	424,880	35,398	324,311	454,900
Associate Company	<u>6,056</u>	<u>6,056</u>	<u>-</u>	<u>4,888</u>	<u>16,646</u>	<u>-</u>
Total	<u>32,871</u>	<u>828,352</u>	<u>424,880</u>	<u>172,129</u>	<u>1,273,201</u>	<u>454,900</u>

Key management personnel of the Company comprise the board of directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Company. The key management personnel compensation is as follows:

	<u>Nine months period ended 30 September 2013</u>	<u>Nine months period ended 30 September 2012</u>
Board of directors remuneration	67,500	67,500
Board of directors attendance fees	18,250	15,000
Salaries and other benefits	56,657	55,185

Delmon Poultry Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2013

(Reviewed)

(Expressed in Bahrain Dinars)

6 Segmental information:

2013 (Reviewed)	<u>Chicken</u>	<u>Feeds</u>	<u>Chicks</u>	<u>Investments</u>	<u>Unallocated</u>	<u>Total</u>
Sales	6,249,356	3,132,311	1,360,133	-	-	10,741,800
Cost of sales	<u>(5,710,441)</u>	<u>(4,487,774)</u>	<u>(1,521,381)</u>	-	-	<u>(11,719,596)</u>
Gross profit/(loss)	538,915	(1,355,463)	(161,248)	-	-	(977,796)
Other operating expenses	<u>(251,732)</u>	<u>(197,834)</u>	<u>(67,066)</u>	-	-	<u>(516,632)</u>
Profit/ (loss) from operations before government subsidy	287,183	(1,553,297)	(228,314)	-	-	(1,494,428)
Government subsidy	<u>781,149</u>	<u>825,852</u>	-	-	-	<u>1,607,001</u>
Profit/(loss) from operations	1,068,332	(727,445)	(228,314)	-	-	112,573
Investments income	-	-	-	506,772	-	506,772
Other income	-	-	-	-	4,773	4,773
Impairment of available for sale investments	-	-	-	<u>(76,562)</u>	-	<u>(76,562)</u>
Segment profit/ (loss) for the period	<u>1,068,332</u>	<u>(727,445)</u>	<u>(228,314)</u>	<u>430,210</u>	<u>4,773</u>	<u>547,556</u>
Total segment assets	<u>1,683,410</u>	<u>1,642,830</u>	<u>507,062</u>	<u>6,555,625</u>	<u>5,102,230</u>	<u>15,491,157</u>
Total segment liabilities	<u>330,516</u>	<u>136,791</u>	<u>39,588</u>	-	<u>387,894</u>	<u>894,789</u>

Delmon Poultry Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2013

(Reviewed)

(Expressed in Bahrain Dinars)

6 Segmental information (continued)

2012 (Reviewed)	<u>Chicken</u>	<u>Feeds</u>	<u>Chicks</u>	<u>Investments</u>	<u>Unallocated</u>	<u>Total</u>
Sales	5,993,902	3,278,674	1,380,429	-	-	10,653,005
Cost of sales	<u>(5,529,780)</u>	<u>(4,200,237)</u>	<u>(1,528,172)</u>	-	-	<u>(11,258,189)</u>
Gross profit/(loss)	464,122	(921,563)	(147,743)	-	-	(605,184)
Other operating expenses	<u>(220,100)</u>	<u>(167,181)</u>	<u>(60,825)</u>	-	-	<u>(448,106)</u>
Profit/(loss) from operations before government subsidy	244,022	(1,088,744)	(208,568)	-	-	(1,053,290)
Government subsidy	<u>749,243</u>	<u>782,135</u>	-	-	-	<u>1,531,378</u>
Profit/ (loss) from operations	993,265	(306,609)	(208,568)	-	-	478,088
investments income	-	-	-	415,318	-	415,318
Other income	1,043	1,186	-	-	3,623	5,852
Impairment of available for sale investments	-	-	-	<u>(45,978)</u>	-	<u>(45,978)</u>
Segment profit/(loss) for the period	<u>994,308</u>	<u>(305,423)</u>	<u>(208,568)</u>	<u>369,340</u>	<u>3,623</u>	<u>853,280</u>
Total segment assets	<u>1,858,961</u>	<u>1,230,615</u>	<u>313,660</u>	<u>6,352,570</u>	<u>5,005,583</u>	<u>14,761,389</u>
Total segment liabilities	<u>165,295</u>	<u>113,537</u>	<u>45,489</u>	-	<u>333,926</u>	<u>658,247</u>

7 Interim results

The interim financial results may not represent a proportionate share of the annual profits, due to the nature of the Company's activities and potential seasonal changes. Moreover, due to the variance in the timing of confirmation and recognition of the government subsidy (which is usually effective from the beginning of the year), the current period figures may not necessarily represent a proportionate share of the annual profits.

8 Subsequent events

There were no significant events subsequent to 30 September 2013 and occurring before the date of signing of the financial statements that would have a significant impact on these financial statements.

Schedule (1): Quantities produced & sold

	Nine months period ended <u>30 September 2013</u>	Nine months period ended <u>30 September 2012</u>
Quantities sold		
Chicken	6,509,575 KG	6,243,694 KG
Feed	24,777 ton	25,043 ton
Chicks	7,159,373 chicks	7,265,415 chicks
Quantities produced		
Chicken	6,700,158 KG	6,414,309 KG
Feed	24,845 ton	25,551 ton
Chicks	7,305,410 chicks	7,410,720 chicks