

Directors' Statement:

The Banks Holdings Limited (BHL) Group has experienced a mixed performance during the six months ended June 30, 2024. For Q2 2024, revenue stayed consistent with 2023 levels despite challenging economic and market conditions. However, rising costs of primary inputs led to a reduction in profits for the same period.

The BHL Group maintained a sound financial position, as evidenced by its increased working capital and a steady rise in equity however there were challenges in terms of profitability and cash flow generation.

The Board acknowledges the challenges faced during the second quarter of the year and is committed to implementing strategies to improve profitability and cash flow generation.

Global and regional direct inputs to manufacturing continue to rise with a 15.5% increase when compared to the same period in 2023. This impact is most recognized within our Juice & Milk category as commodity prices there continue to escalate at unforeseen levels. To this end we continue to tighten our belts as we execute on our strategic plans for 2024 which are designed to drive cost efficiencies across all operations within our group.

Summary Statement of Financial Position

As at 30 June 2024

With Comparatives as at 30th June 23 and December 31 2023

(Expressed in Barbados dollars)

	Unaudited 30.06.2024 \$'000	Unaudited 30.06.2023 \$'000	Unaudited 31.12.2023 \$'000
Current assets	275,970	289,226	284,625
	275,970	289,226	284,625
Current liabilities	78,438	105,000	93,863
	78,438	105,000	93,863
Working capital	197,532	184,226	190,762
Investments in associated companies	1,891	1,967	2,240
Property, plant and equipment	83,538	83,418	83,295
Other non-current assets	13,587	17,421	17,387
Deferred tax asset	925	1,180	844
Other non-current liabilities	(676)	(1,129)	(611)
	296,798	287,084	293,918
Equity			
Share capital	145,566	145,566	145,566
Capital reserves	24,812	25,700	25,404
Retained earnings	120,007	108,169	115,261
Attributable to equity holders of the parent	290,385	279,435	286,231
Non-controlling interests	6,412	7,649	7,687
Total equity	296,798	287,084	293,918

Summary Statement of Cash Flow

As at 30th June 2024

With Comparatives as at December 31 2023

(Expressed in Barbados dollars)

	Unaudited 6 Months Ended 30.06.2024 \$'000	Unaudited 12 Months Ended 31.12.2023 \$'000
Cash flows from operating activities		
Income before taxation from continuing operations	5,250	16,199
Adjustments for non-cash items	26,344	33,067
Share of income of associated companies	(249)	905
Operating profit before working capital changes	31,345	50,172
Net working capital changes	(11,746)	(28,048)
Net cash from operating activities	19,599	22,123
Interest received	0	2
Corporation taxes paid	(306)	(218)
Interest paid	(569)	(2,174)
Net cash (used in) from investing activities	(11,227)	(8,356)
Net cash used in financing activities	(12,473)	(71,553)
(Decrease) increase in cash	(4,976)	(60,175)
Cash - beginning of period	141,746	201,921
Cash - end of period	136,770	141,746

The reduction in Cash Flow is due to the continued settlement of long outstanding dividend liability to the parent entity.

The Board remains optimistic about the long-term prospects of the company and believes that the strong financial foundation will support future growth and success. While the current financial results are below expectations, the Board remains confident in BHL's ability to overcome challenges and deliver long-term value to shareholders.



Chairman
Luis Alvarez



Country Manager
Shafia London

Summary Statement of Net Income

6 Months Ended 30th June 2024

With Comparatives as at 30th June 2023 and December 31 2023

(Expressed in Barbados dollars)

	Unaudited 6 Months Ended 30.06.2024 \$'000	Unaudited 6 Months Ended 30.06.2023 \$'000	Unaudited 12 Months Ended 31.12.2023 \$'000
Revenue	73,454	73,948	157,231
Profit from operations - parent and subsidiaries	6,567	9,846	18,536
Restructuring costs	(160)	0	(51)
Interest expense	(908)	(1,656)	(3,190)
Income from operations - parent and subsidiaries	5,499	8,191	15,294
Share of income of associated companies	(249)	443	905
Income before taxation from continuing operations	5,250	8,634	16,199
Taxation	(442)	(190)	(757)
Net income for the period from continuing operations	4,808	8,444	15,442
Net income for the period	4,808	8,444	15,442
Attributable to:			
Equity holders of the parent	4,930	8,501	15,221
Non-controlling interests	(123)	(57)	221
	4,808	8,444	15,442
Earnings per share			
Basic and diluted earnings per share from continuing operations attributable to equity holders of the parent	\$ 0.08	\$ 0.13	\$ 0.23

Summary Statement of Changes in Equity

As at 30th June 2024

With Comparatives as at 30th June 2023 and December 31 2023

(Expressed in Barbados dollars)

	Unaudited 6 Months Ended 30.06.2024 \$'000	Unaudited 6 Months Ended 30.06.2023 \$'000	Unaudited 12 Months Ended 31.12.2023 \$'000
Balance at the beginning of the period	293,918	277,443	277,443
Total net income for the period	4,808	8,444	15,442
Other capital movements	(1,067)	0	0
Other reserve movements	(592)	1,197	1,033
Dividends	(269)		0
	296,798	287,084	293,918