
AN
OVERVIEW OF
GRACEKENNEDY
LIMITED

Prepared by:

The Caribbean Centre for Money and Finance

17th April 2013.

GraceKennedy is one of the Caribbean's largest and most dynamic corporate entities. The company started in Jamaica in 1922 as a small trading establishment and wharf operators. It has expanded and diversified over the years, changing from a privately-owned enterprise to a public company listed on the stock exchanges of Jamaica, and Trinidad & Tobago.

Today, the GraceKennedy Group comprises a varied network of some 60 subsidiaries and associated companies located across the Caribbean and in North and Central America and the United Kingdom

The company is limited by shares, incorporated and domiciled in Jamaica. It is publicly listed having its primary listing on the Jamaica Stock Exchange, with further listing on the Trinidad and Tobago Stock Exchange. In 2011 the company delisted from the Barbados and Eastern Caribbean Stock Exchange.

The Group is organized into two divisions namely, GK Foods and GK Financial Group. The GK Foods division comprises all the food related companies while GK Financial Group comprises all the financial services companies in the Group. For the purpose of segment reporting, the Group reports its results under the five segments described below.

The principal activities of the company, its subsidiaries and its associated companies (the Group) are as follows:

1. Food Trading
2. Retail and Trading
3. Banking and Investments
4. Insurance
5. Money Services

SUBSIDIARY COMPANIES
(all subsidiaries were incorporated in Jamaica and wholly-owned with the exception of the ones indicated with an asterisk)

First Global Leasing Limited
GraceKennedy Financial Group Limited
Allied Insurance Brokers Limited
Jamaica International Insurance Company Limited
First Global Holdings Limited
First Global Bank
First Global Financial Services Limited
Grace Foods International Limited
GK Foods and Services Limited
GraceKennedy Logistics Services Limited
GraceKennedy Currency Trading Services Limited
Grace Kennedy Payment Services Limited
Horizon Shipping Limited
*Hardware and Lumber Limited (58.1% owned)
International Communications Limited
*Port Services Limited (97.2% owned)
First Global Insurance brokers Limited, Turks and Caicos Is.
Grace Foods Limited, St. Lucia
GraceKennedy (Belize) Limited, Belize
GraceKennedy (Ontario) Inc. Canada
GraceKennedy (Caribbean) Limited, Turks and Caicos Is.
GraceKennedy (Guyana) Inc. Guyana
GraceKennedy (U.K) Limited, United Kingdom
GraceKennedy (U.S.A) Inc. U.S.A
Grace Foods (U.S.A) Inc., U.S.A
GraceKennedy Trade and Finance Limited, Belize
GraceKennedy (St. Lucia) Limited, St. Lucia
Graken Holdings Limited, Turks and Caicos Is.
GraceKennedy Remittance Service (Turks and Caicos) Ltd.
GK Foods (UK) Limited, United Kingdom
Grace Foods UK Limited
Enco Products Limited
Funnybones Foodservice Limited
Chadha Oriental Foods Limited
*GraceKennedy Money Services Caribbean SRL, Barbados (75% owned)
GraceKennedy Money Services (Anguilla) Limited, Anguilla
GraceKennedy Money Services (Antigua & Barbuda) Limited, Antigua and Barbuda
GraceKennedy Money Services (Montserrat) limited, Montserrat
GraceKennedy Money Services (St. Kitts) Limited, St. Kitts

¹http://www.gracekennedy.com/files/doc/gk_audited_financial-31_december_2012.pdf

GraceKennedy Money Services (St. Vincent and the Grenadines) Limited, St. Vincent and the Grenadines
GraceKennedy Remittance Services (Guyana) Limited
GraceKennedy (Trinidad and Tobago) Limited, Trinidad and Tobago
Knustford Re, Turks and Caicos Islands

Source:

http://www.gracekennedy.com/files/doc/gk_audited_financial-31_december_2012.pdf

Associated Companies:

The Group's associated companies are as follows:

	Financial Reporting Year-end	Country of Incorporation	Group's percentage interest	
			2012	2011
CSGK Finance Holdings Limited	31 December	Barbados	40.0	40.0
Dairy Industries (Jamaica) Limited	31 December	Jamaica	50.0	50.0
EC Global Insurance Company Limited	31 December	St. Lucia	30.0	30.0
Trident Insurance Company Limited	30 June	Barbados	30.0	30.0
Telecommunications Alliance Limited	31 December	Jamaica	49.0	49.0



GraceKennedy Limited

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Consolidated Statement of Financial Position
31 December 2012
(expressed in Jamaican dollars unless otherwise indicated)

	Note	2012 \$'000	2011 \$'000
Assets			
Cash and deposits	5	10,989,655	12,326,328
Investment securities	6	45,740,403	41,018,930
Receivables	7	8,507,124	8,492,584
Inventories	8	6,569,375	6,524,177
Loans receivable	9	13,881,176	11,911,040
Taxation recoverable		911,888	916,802
Investments in associates	10	905,593	824,160
Intangible assets	11	2,106,404	1,893,029
Fixed assets	12	7,250,809	6,893,248
Deferred tax assets	13	1,044,050	1,066,226
Pension plan asset	14	8,470,413	8,307,244
Total Assets		106,376,890	100,173,768
Liabilities			
Deposits		15,768,039	13,693,757
Securities sold under agreements to repurchase		27,711,820	26,451,721
Bank and other loans	15	10,338,328	11,808,923
Payables	16	13,510,563	12,252,825
Taxation		300,557	268,278
Provisions	17	6,839	7,243
Deferred tax liabilities	13	2,182,574	2,911,390
Other post-employment obligations	14	2,448,079	2,165,226
Total Liabilities		72,266,799	69,559,363
Equity			
Capital and reserves attributable to the company's owners			
Share capital	18	808,079	593,968
Capital and fair value reserves	19	4,695,304	4,794,309
Retained earnings		22,789,883	19,911,616
Banking reserves	20	2,000,704	1,942,967
Other reserves		2,483,781	2,095,036
		32,777,751	29,337,896
Non - Controlling interests	21	1,332,340	1,276,509
Total Equity		34,110,091	30,614,405
Total Equity and Liabilities		106,376,890	100,173,768

Approved for issue by the Board of Directors on 28 February 2013 and signed on its behalf by:

GraceKennedy Limited

Consolidated Income Statement

Year ended 31 December 2012

(expressed in Jamaican dollars unless otherwise indicated)

	Note	2012 \$'000	2011 \$'000
Revenues	23	61,340,268	58,216,732
Expenses	24	58,205,777	55,030,823
		3,134,491	3,185,909
Other income	25	1,035,734	1,034,008
Profit from Operations		4,170,225	4,219,917
Interest income – non-financial services		349,613	332,817
Interest expense – non-financial services		(618,439)	(677,863)
Share of results of associated companies	10	176,210	157,572
Profit before Taxation		4,077,609	4,032,443
Taxation	27	(248,468)	(1,039,970)
NET PROFIT		3,829,141	2,992,473
Attributable to:			
Owners of GraceKennedy Limited	28	3,512,590	2,748,813
Non-Controlling interests	21	316,551	243,660
		3,829,141	2,992,473
Earnings per Stock Unit for profit attributable to the owners of the company during the year:	30		
Basic		\$10.52	\$8.33
Diluted		\$10.51	\$8.30