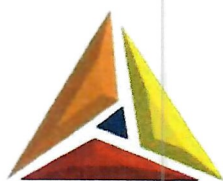


PARAMOUNT Jamaica

PARAMOUNT TRADING (JAMAICA) LIMITED

UNAUDITED FINANCIAL STATEMENTS

FIRST QUARTER ENDED AUGUST 31, 2025

**P A R A M O U N T**
Jamaica**Paramount Trading (Jamaica) Limited**
Report to Stockholders
Three months ended August 31, 2025

The Board of Directors presents the unaudited results of the Company for the three (3) months ended August 31, 2025.

The financial highlights are as follows:

| Description | 2025/2026 1 st Quarter | 2024/2025 1 st Quarter |
|----------------------------|-----------------------------------|-----------------------------------|
| Revenue | \$445.2 million | \$389.1 million |
| Earnings per share | \$0.036 | \$(0.025)] |
| Profit/ (loss) before tax | \$73.3 million | \$(37.9 million) |
| Book value of Total Assets | \$1,730.7 million | \$1,683.8 million |

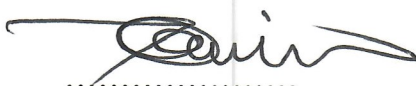
Gross revenue for the first quarter of \$445.2 million was achieved. This represents a 14.4 % increase compared to the same period last year. The Construction segment grew by 140 % while Technical Grade and Bleach segments also grew by 12% and 1% respectively.

The gross profit for the first quarter of \$210.4 million reflected a 57.7 % increase compared to the same period of the prior year. Operating expenses of \$116.3 million represent a 8.1 % reduction from the same period in the prior year. The profit before tax for the first quarter of \$73.3 million represents a turnaround when compared to the loss of \$(37.9 million) which was recorded for the same period of the prior year.

Finance costs for the first quarter were \$22.1 million compared to \$19.7 million for the same period in the prior year. This was due to the final disbursement of \$188.0 million from our Corporate Bond at the end of August 2024.

We will continue to explore new opportunities to grow the revenue base in line with our strategic objectives, while covering our costs.

The Board of Directors and management team remain steadfast in ensuring that the Company continues its growth trajectory. We continue to express our gratitude to our management team, team members, customers, shareholders and other stakeholders for their support and confidence in us.



.....
Radcliff Knibbs
Chairman

Paramount Trading (Jamaica) Limited

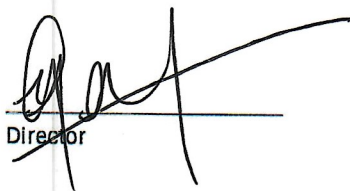
First Quarter ended August 31, 2025

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PARAMOUNT TRADING (JAMAICA) LIMITED
Statement of Financial Position
August 31, 2025

| | Unaudited As at AUGUST 2025 \$ | Unaudited As at AUGUST 2024 \$ | Audited As at MAY 2025 \$ |
|-------------------------------------------------|--------------------------------------------|--------------------------------------------|---------------------------------------|
| Non-Current Assets: | | | |
| Property, plant & equipment | 683,014,148 | 641,432,195 | 694,424,544 |
| Right of Use Asset | 57,243,288 | 43,951,790 | 59,556,540 |
| Investments | 95,780,066 | 94,438,825 | 96,157,338 |
| Current Assets: | | | |
| Inventories | 884,260,520 | 718,314,181 | 863,084,579 |
| Taxation Recoverable | 19,103,231 | 19,149,348 | 18,478,635 |
| Receivables | 474,313,314 | 572,947,593 | 455,718,709 |
| Cash and cash equivalents | 102,758,765 | 232,740,425 | 98,166,456 |
| | 1,480,435,830 | 1,543,151,547 | 1,435,448,380 |
| Current Liabilities | | | |
| Payables | 448,586,536 | 504,239,061 | 452,961,601 |
| Taxation Payable | 20,938,487 | - | 2,065,556 |
| Current portion of long term borrowings | 97,910,348 | 123,325,256 | 110,401,905 |
| Current portion of Lease Liability | 18,333,675 | 11,589,821 | 18,061,397 |
| | 585,769,046 | 639,154,138 | 583,490,458 |
| Net current assets | 894,666,784 | 903,997,408 | 851,957,921 |
| Total assets less current liabilities | 1,730,704,287 | 1,683,820,218 | 1,702,096,343 |
| Equity: | | | |
| Issued capital | 77,492,243 | 77,492,243 | 77,492,243 |
| Retained earnings | 1,043,165,231 | 924,080,043 | 988,166,437 |
| | 1,120,657,474 | 1,001,572,286 | 1,065,658,680 |
| Non-current liabilities: | | | |
| Long term borrowings | 511,417,063 | 596,072,213 | 533,121,116 |
| Lease Liability | 47,297,216 | 44,525,638 | 51,984,011 |
| Deferred Tax Liability | 51,332,535 | 41,650,081 | 51,332,535 |
| | 610,046,814 | 682,247,932 | 636,437,663 |
| Total equity and non-current liabilities | 1,730,704,287 | 1,683,820,218 | 1,702,096,343 |

Approved for issue by the Board of Directors on April 9, 2025, and signed on its behalf by:



Director



Director

PARAMOUNT TRADING (JAMAICA) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
First Quarter ended August 31, 2025

| | Three Months ended Aug 31, 2025 Unaudited \$ | Three Months ended Aug 31, 2024 Unaudited \$ | Twelve Months ended May 31, 2025 Audited \$ |
|-----------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|------------------------------------------------------|
| Revenue | 445,244,810 | 389,112,782 | 1,722,312,843 |
| Direct Expenses | <u>234,827,510</u> | <u>255,709,592</u> | <u>1,075,691,322</u> |
| Gross Profit | 210,417,300 | 133,403,190 | 646,621,521 |
| Other Operating Income | <u>627,305</u> | <u>(24,942,080)</u> | <u>(22,396,209)</u> |
| | 211,044,606 | 108,461,110 | 624,225,312 |
| Less Operating Expenses | | | |
| Administrative | 113,592,803 | 120,702,515 | 476,591,151 |
| Selling & Distribution | <u>2,790,092</u> | <u>5,913,503</u> | <u>16,837,648</u> |
| | 116,382,894 | 126,616,018 | 493,428,799 |
| Operating Profit before Finance Costs & Taxation | <u>94,661,711</u> | <u>(18,154,908)</u> | <u>130,796,513</u> |
| Finance Income | 748,509 | (84,232) | 2,878,645 |
| Finance Costs | <u>(22,078,494)</u> | <u>(19,710,751)</u> | <u>(88,965,767)</u> |
| Net Finance Costs | <u>(21,329,986)</u> | <u>(19,794,983)</u> | <u>(86,087,122)</u> |
| Profit Before Taxation | 73,331,726 | (37,949,891) | 44,709,391 |
| Taxation | <u>(18,332,931)</u> | <u>-</u> | <u>(18,572,887)</u> |
| Net profit/(loss) for the period | <u>54,998,794</u> | <u>(37,949,891)</u> | <u>26,136,504</u> |
| Earnings(\$) ² per share | 0.036 | (0.025) | 0.017 |

PARAMOUNT TRADING (JAMAICA) LIMITED
Statement of Cash Flows
Three Months Ended August 31, 2025

| | 2025 AUGUST Unaudited \$ | 2024 AUGUST Unaudited \$ | 2025 MAY Audited \$ |
|-----------------------------------------------------------------|---------------------------------------------|---------------------------------------------|----------------------------------------|
| Cash flows from operating activities | | | |
| Net Profit/(loss) | 54,998,794 | (37,949,891) | 26,136,504 |
| Adjustments for: | | | |
| Depreciation | 12,635,759 | 11,679,491 | 50,546,528 |
| Depreciation-right of use assets | 2,313,252 | 2,313,252 | 13,948,465 |
| Income tax expense | 18,332,931 | - | 18,572,887 |
| Interest income | (748,509) | 84,232 | (2,878,645) |
| Interest expense | 22,078,494 | 19,710,751 | 88,965,767 |
| Adjustment: Fixed Assets | - | - | 123,985 |
| Operating cash flows before movements in working capital | 109,610,722 | (4,162,165) | 195,415,491 |
| Changes in operating assets and Liabilities: | | | |
| Inventories | (21,175,941) | (53,868,577) | (198,638,975) |
| Receivables | (18,594,604) | (45,296,872) | 71,932,012 |
| Payables | (4,375,065) | 126,590,290 | 75,312,830 |
| Taxation Paid | (84,596) | (5,894,489) | (12,526,086) |
| | (44,230,207) | 21,530,352 | (63,920,219) |
| Cash generated from operations | 65,380,515 | 17,368,187 | 131,495,272 |
| Interest received | 748,509 | (84,232) | 2,878,645 |
| Interest paid | (22,078,494) | (19,710,751) | (88,965,767) |
| Net cash flow provided by/(used in) operating activities | 44,050,530 | (2,426,796) | 45,408,150 |
| Cash flows from investing activities: | | | |
| Purchase of property, plant and equipment | (1,225,363) | (35,883,104) | (127,866,436) |
| (Purchase)/sale of investment security | - | - | (27,239,962) |
| Net cash used in investing activities | (1,225,363) | (35,883,104) | (155,106,398) |
| Cash flows from financing activities: | | | |
| Loans received | - | 188,000,000 | 188,000,000 |
| Lease Liability | (4,414,518) | - | 11,616,697 |
| Loans repaid | (34,195,611) | (36,093,640) | (109,177,445) |
| Net Cash used in financing activities | (38,610,129) | 151,906,360 | 90,439,252 |
| Net increase/(decrease) in cash resources | 4,215,038 | 113,596,460 | (19,258,996) |
| Cash resources at the beginning of the year | 194,323,794 | 213,582,790 | 213,582,790 |
| Cash resources at the end of the period | 198,538,832 | 327,179,250 | 194,323,794 |
| Represented by: | | | |
| Investments | 95,780,066 | 94,438,825 | 96,157,338 |
| Cash and cash equivalents | 102,758,765 | 232,740,425 | 98,166,456 |
| | 198,538,832 | 327,179,250 | 194,323,794 |

PARAMOUNT TRADING (JAMAICA) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
First Quarter ended August 31, 2025

| | Share Capital | Retained Earnings | Total |
|-----------------------------------|----------------------|--------------------------|----------------------|
| | \$ | \$ | \$ |
| Balance at May 31, 2024 | 77,492,243 | 962,029,934 | 1,039,522,177 |
| Loss for the period | - | (37,949,891) | (37,949,891) |
| Balance at August 31, 2024 | <u>77,492,243</u> | <u>924,080,043</u> | <u>1,001,572,286</u> |
| | | | |
| Balance at May 31, 2025 | 77,492,243 | 988,166,437 | 1,065,658,680 |
| Profit for the period | - | 54,998,794 | 54,998,794 |
| Balance at August 31, 2025 | <u>77,492,243</u> | <u>1,043,165,231</u> | <u>1,120,657,474</u> |

Paramount Trading (Jamaica) Limited

Notes to Interim Financial Statements First Quarter ended August 31, 2025

1. IDENTIFICATION AND PRINCIPAL ACTIVITIES

The Company operates in Jamaica and has its registered address at 39 Waltham Park Road Kingston 13. The principal activity of the Company is the importation and distribution of chemical raw materials and other related products. The Company manufactures and distributes lubricants and is a distributor of the “SIKA” line of construction products. This line includes admixtures, adhesives and sealants with applications that range from do-it-yourself to road construction.

Effective 31 December 2012, the Company’s shares were listed on the Junior Market of the Jamaica Stock Exchange

2. BASIS OF PREPARATION

These interim financial statements have been prepared in accordance with IAS34, interim reporting and should be read in conjunction with the audited financial statements for the year ended May 31, 2025 which have been prepared in accordance with IFRS and comply with the Jamaican Companies Act.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these interim financial statements are consistent with those used in the audited financial statements for the year ended May 31, 2025.

(a) Depreciation

Property, plant and equipment are stated at historical cost, less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of items. Depreciation is calculated on the straight-line basis at such rates that will write off the carrying value of the assets over the period of their estimated lives.

(b) Trade Receivables

Trade receivables are carried at anticipated realizable value. A provision is made for impairment of trade receivables when it is established that there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. When a trade receivable is uncollectible, it is written off against the allowance for trade receivables. Subsequent recoveries of amounts previously written off are credited to the profit and loss

Paramount Trading (Jamaica) Limited

Notes to Interim Financial Statements **First Quarter ended August 31, 2025**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) **Inventories**

Inventories are stated at the lower cost, determined consistently on the same bases, and net realizable value. The cost of finished goods and work-in-progress comprise raw and packaging materials, direct labour, other direct costs and a proportion of related production overheads. In the case of manufactured inventories, net realizable value is the estimated costs of completion and selling expenses.

(d) **Borrowing and borrowing costs**

Bank and borrowings are recognized initially at cost. Borrowings are subsequently stated at amortized cost, with any difference between cost and redemption value being recognized in the profit and loss over the period of the borrowing on an effective interest basis.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of these assets. Capitalization of such borrowing costs cease when the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognized in profit and loss in the period in which they are incurred.

4. TAXATION

The Company's shares were listed on the Junior Market of the Jamaica Stock Exchange on December 31, 2012. Consequently, the Company remission of taxes for 10 years ended December 31, 2022 and is now subject to full corporation tax. However, the tax remission obtained during this 10-year period is contingent on the company shares remaining listed for at least up to December 31, 2027 (15 years).

5. EARNINGS PER STOCK UNIT

Earnings per stock unit are calculated by dividing the profit for the period by the weighted average number of shares in issue for the period

Paramount Trading (Jamaica) Limited

Notes to Interim Financial Statements First Quarter ended August 31, 2025

6. SHARE CAPITAL

| | <u>August</u> | <u>May</u> |
|--------------------------------------|---------------|-------------|
| | <u>2025</u> | <u>2025</u> |
| | \$ | \$ |
| Authorised: | | |
| 1,620,000,000 (2024 – 1,620,000,000) | | |
| Ordinary shares of no par value | | |
| Issued and fully paid: | | |
| 1,542,467,080 (2024 – 1,542,467,080) | 77,492,243 | 77,492,243 |

PARAMOUNT TRADING (JAMAICA) LIMITED
TOP 10 STOCKHOLDERS, DIRECTORS' AND SENIOR
OFFICERS' INTERESTS
AUGUST 31, 2025

| Top 10 Stockholders | Number of Shares Held |
|------------------------------------------|------------------------------|
| Hugh Graham | 1,233,966,840 |
| Radcliff Knibbs | 110,231,474 |
| Anna Maria Graham | 63,749,360 |
| Barita Unit Trust Capital Growth Fund | 23,257,978 |
| Widebase Limited | 21,675,694 |
| Ursus Corporation Limited | 12,541,170 |
| G.L. Enterprises Limited | 4,842,049 |
| Vaughn Phang | 4,920,000 |
| Lannaman & Morris (Shipping) Limited | 4,208,000 |
| Mayberry Investments Ltd. Pension Scheme | 2,850,000 |

| Directors and Senior Officers | Number of Shares held |
|--------------------------------------|------------------------------|
| Hugh Graham | 1,233,966,840 |
| Radcliff Knibbs | 110,231,474 |
| Anna Maria Graham | 63,749,360 |
| Metry Seaga | 0 |
| Daniel Chin | 0 |
| Emanuel DaRosa | 0 |
| Kathryn Lewis-Green | 0 |
| Catherine Goodall Jackson | 0 |
| Dwight Balli | 0 |
| Loren Edwards | 0 |
| Demetrie Adams | 0 |
| | 28,000 |