Caribbean Cream Ltd. (KREMI)
First Quarter Unaudited Financial Results

For the Three Months ended May 31, 2026

CARIBBEAN CREAM LIMITED (CCL)

UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS ENDED MAY 31, 2026

BOARD OF DIRECTORS REPORT TO SHAREHOLDERS for the 1st quarter ended May 31, 2026.

Gross Operating Revenue for the first quarter increased to $884.3 million from $802.5 million in the corresponding quarter of the prior year, reflecting growth of $82 million, or 10%. The increase was primarily attributable to the consistent availability of products across the distribution network.

Gross profit for the quarter was $303 million, compared with $231 million in the corresponding quarter of the previous year, representing an increase of $72 million, or 31%. This improvement was driven not only by higher sales but also by lower direct operating expenses, particularly maintenance costs, which were significantly lower than in the prior year. The reduction in maintenance costs reflects improved equipment reliability and operational efficiency, enabling the Company to better meet customer demand.

Operating expenses remained controlled during the quarter, totalling $245 million compared with $250 million in the corresponding period last year, a reduction of $5 million, or 2%.

As a result of these factors, the Company recorded a profit before tax of $59.5 million, a significant improvement over the corresponding quarter of the previous year, when it reported a loss before tax of $18.2 million.

The Company's financial position continues to demonstrate its ability to meet both its short-term obligations and long-term debt commitments as they fall due. Cash balances at the end of the quarter amounted to $50 million, representing a 75% increase over the audited financial year-end balance.

Following the significant impact of Hurricane Melissa in October of last year, the Company's bankers, CIBC Caribbean Bank (Jamaica), granted a moratorium on principal loan repayments for the current quarter. CCL is grateful to our banker for providing this temporary relief, which supported the Company's liquidity while recovery efforts continued.

Caribbean Cream Ltd. remains committed to delivering stronger financial performance and enhanced returns for our shareholders, and we continue to execute initiatives aimed at achieving this objective. We extend our sincere appreciation to all our stakeholders for their continued confidence and support, which remain fundamental to the Company's success.

We are especially grateful to our employees, customers, suppliers, shareholders, and all those who support our business. Your trust and partnership have been invaluable, and we remain committed to serving you with excellence as we continue to grow and strengthen the Company.

Matthew Clarke **Chairman**

Christopher Clarke **CEO & Director**

CARIBBEAN CREAM LIMITED

UNAUDITED STATEMENT of FINANCIAL POSITION
May 31, 2026

	UNAUDITED May-26 $	UNAUDITED May-25 $	AUDITED Feb-26 $
NON-CURRENT ASSETS			
Property, plant and equipment	1,629,579,689	1,769,657,847	1,666,971,201
Right-of-use assets	215,669,445	246,538,901	221,757,648
Intangible assets	73,048,518	44,211,612	78,826,385
Deferred tax assets	-	-	7,318,953
	1,918,297,652	**2,060,408,360**	**1,974,874,187**
CURRENT ASSETS			
Inventories	247,462,004	298,387,497	349,175,353
Receivables	228,069,734	184,289,924	183,292,126
Due from parent company	-	3,965,550	21,135,502
Taxation recoverable	4,098,427	3,059,922	3,144,952
Cash and cash equivalents	50,433,756	56,622,636	28,804,169
Total current assets	**530,063,921**	**546,325,529**	**585,552,102**
CURRENT LIABILITIES			
Payables	336,319,256	347,326,136	479,210,932
Short term loan	-	3,827,441	17,986,277
Current portion of long term loans	110,313,884	82,735,413	27,578,471
Current portion of lease liabilities	20,401,481	18,553,297	27,201,974
Total current liabilities	**467,034,621**	**452,442,287**	**551,977,654**
Net current assets	**63,029,300**	**93,883,242**	**33,574,448**
Total assets less current liabilities	**1,981,326,952**	**2,154,291,602**	**2,008,448,635**
NON-CURRENT LIABILITIES			
Long term loans	901,930,569	1,008,755,564	984,665,982
Lease liabilities	242,860,516	260,890,084	239,464,693
Deferred income tax liabilities	7,565,263	18,151,586	-
Total non-current liabilities	**1,152,356,348**	**1,287,797,234**	**1,224,130,675**
STOCKHOLDERS' EQUITY			
Share capital	111,411,290	111,411,290	111,411,290
Retained earnings	717,559,314	755,083,078	672,906,670
	828,970,604	**866,494,367**	**784,317,960**
TOTAL NON-CURRENT LIABILITIES AND EQUITY	**1,981,326,952**	**2,154,291,602**	**2,008,448,635**

C. Clarke

Matthew Clarke Chairman **Christopher Clarke CEO & Director**

CARIBBEAN CREAM LIMITED

UNAUDITED STATEMENT of PROFIT or LOSS and OTHER COMPREHENSIVE INCOME

Three months ended May 31, 2026

	UNAUDITED Qtr ended May-26 $	UNAUDITED Qtr ended May-25 $	AUDITED year ended Feb-26 $
Gross operating revenue	884,311,560	802,514,707	2,974,796,934
Direct expenses	(580,921,178)	(571,452,886)	(2,089,144,931)
Gross profit	303,390,382	231,061,822	885,652,003
Other income	1,290,526	448,800	5,707,441
Administrative expenses	(199,236,966)	(200,838,391)	(83,834,569)
Selling and distribution expenses	(20,806,622)	(19,066,190)	(824,311,529)
Operating profit/(loss)	84,637,321	11,606,040	(16,786,654)
Impairment losses on financial assets	-	-	(1,509,314.00)
Finance costs, net	(25,100,454)	(29,810,971)	(107,555,916)
Profit/(loss) before taxation	59,536,866	(18,204,931)	(125,851,884)
Taxation	(14,884,217)	4,551,233	30,021,772
Net profit/(loss), being total comprehensive income	**44,652,650**	**(13,653,698)**	**(95,830,112)**
Earnings per stock unit attributable to stockholders of the company	**$0.12**	**($0.04)**	**($0.25)**

CARIBBEAN CREAM LIMITED

UNAUDITED STATEMENT of CHANGES in EQUITY
Three months ended May 31, 2026

	Share Capital $	Retained earnings $	Total $
Balance at February 28, 2025	111,411,290	768,736,782	880,148,072
Total Comprehensive loss		(13,653,698)	(13,653,698)
Balance at May 2025	**111,411,290**	**755,083,084**	**866,494,374**
Balances at February 28, 2026	111,411,290	672,906,670	784,317,960
Total Comprehensive income:		44,652,650	44,652,650
Balances at May 31, 2026	**111,411,290**	**717,559,320**	**828,970,610**

CARIBBEAN CREAM LIMITED

UNAUDITED STATEMENT of CASH FLOW
Three months ended May 31, 2026

	UNAUDITED 3 months ended May-26	UNAUDITED 3 months ended May-25	AUDITED 12 months ended Feb-26
CASH RESOURCES WERE PROVIDED BY/(USED IN):	**$**	**$**	**$**
Cash Flows from Operating Activities			
Profit/(loss) before taxation	**59,536,866**	**(18,204,931)**	**(125,851,884)**
Adjustments for:			
Depreciation	39,135,525	33,981,708	158,179,113
Amortization of right-of-use assets	7,298,775	7,958,037	32,344,757
Amortization of intangible assets	5,777,867	3,119,252	21,095,977
Inventory written-off	-	-	19,039,175
Impairment losses on financial assets	-	-	1,509,314
Interest income	(126,685)	(105,511)	(446,978)
Interest expense	23,191,537	23,775,855	89,463,674
Lease interest expense	3,229,309	2,695,737	18,452,187
Foreign exchange losses	2,035,583	4,176,705	9,148,575
	140,078,778	57,396,852	222,933,910
Changes in operating assets and liabilites:			
Decrease in inventories	101,713,349	69,615,741	(211,290)
Increase in receivables	(44,777,608)	(8,830,909)	(9,342,424)
Decrease in due from parent company	21,135,502	30,327,016	13,157,064
Increase in payables	(142,891,676)	(27,569,983)	102,831,123
	75,258,345	120,938,717	329,368,383
Cash provided by operating activities			
Taxation paid	(1,653,481)	-	(111,325)
Interest paid	(23,191,537)	(29,845,163)	(106,432,171)
Interest received	126,685	105,511	446,978
Net cash provided by operating activities	50,540,012	91,199,065	223,271,865
Cash Flows from Investing Activities			
Purchase of property, plant and equipment	(4,399,139)	(28,671,806)	(102,774,063)
Net cash used in investing activities	(4,399,139)	(28,671,806)	(102,774,063)
Cash flows from Financing Activities			
Repayment of bank loans	-	(27,578,471)	(106,824,995)
Repayment of short term loans	(17,986,277)	(11,312,217)	2,846,619
Lease principal payments	(8,373,817)	(8,224,243)	(16,083,681)
Net cash used in financing activities	(26,360,094)	(47,114,932)	(120,062,057)
Net increase in cash and cash equivalents	19,780,780	15,412,328	435,745
Net effect of foreign currency translation on cash and cash equivalents	1,848,806	3,134,048	(9,707,836)
Cash and cash equivalents at beginning of year	28,804,169	38,076,260	38,076,260
CASH AND CASH EQUIVALENTS AT END OF YEAR	**50,433,756**	**56,622,636**	**28,804,169**
Represented by:			
Cash and bank balances	33,749,727	40,063,345	12,307,535
Fixed deposits	16,684,029	16,559,291	16,496,634
	50,433,756	**56,622,636**	**28,804,169**

CARIBBEAN CREAM LIMITED

Notes to the Unaudited Financial Statements
Three months ended May 31, 2026

Identification and Principal Activities

Caribbean Cream Limited (the company) is incorporated and domiciled in Jamaica and is listed on the Junior Market of the Jamaica Stock Exchange (JSE). The company's registered office is located at 3 South Road, Kingston 10, Jamaica.

At the reporting date, Scoops Unlimited Limited, a company incorporated and domiciled in Jamaica, and its directors controlled the company by virtue of their collective direct holding of 73% of the issued shares of the company.

The principal activities of the company are the manufacture and sale of ice cream and frozen novelties, under the 'Kremi' brand, and the importation and distribution of certain types of frozen novelties.

Basis of preparation

Statement of compliance

The unaudited financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), and their interpretations adopted by the International Accounting Standards Board and have been prepared under the historical cost convention. They are also prepared in accordance with the provisions of the Jamaican Companies Act. The accounting policies used are consistent with those used in the audited financial statements for the year ended 28 February 2026.

CARIBBEAN CREAM LIMITED

Notes to the Unaudited Financial Statements
Three months ended May 31, 2026, cont'd

Significant accounting policies

Property, plant, and equipment

Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is calculated on a straight-line basis at rates to write off the carrying value of the assets over their expected useful lives. The rates used to write off the cost of assets are as follows:

Freehold land & buildings	5%
Leasehold improvements	Lease period
Motor vehicles	12.5%
Machinery and equipment	10%
Computer equipment	25%
Security systems	10%
Well infrastructure	2%
Rights-of-use assets	Lease period

Leasehold improvements are classified as property, plant and equipment.

Right-of-use assets and lease liabilities

All leases are accounted for by recognising a right-of-use asset and a lease liability except for:
(i) Leases of low value assets; and
(ii) Leases with a duration of 12 months or less.

Lease liabilities are measured at the present value of the contractual payments due to the lessor over the lease term, with the discount rate determined by reference to the rate inherent in the lease unless (as is typically the case) this is not readily determinable, in which case the Company's incremental borrowing rate on commencement of the lease is used.

CARIBBEAN CREAM LIMITED

Notes to the Unaudited Financial Statements
Three months ended May 31, 2026, cont'd

Intangible assets

Items of intangible assets represent purchased computer software not integral to computer hardware, with finite useful lives that are acquired separately and are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful life.

Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash at bank and in hand, short term deposits and bank overdraft.

Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less loss allowance. For trade receivables impairment provisions, the company applies the simplified approach permitted by IFRS 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Inventories

Inventories are measured at the lower of cost, determined principally on a first-in-first out (FIFO) basis, and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated selling costs.

Impairment

At each statement of financial position date, the company reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Payables

Payables, including provisions, are stated at their nominal value. A provision is recognised in the statement of financial position when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

CARIBBEAN CREAM LIMITED

Notes to the Unaudited Financial Statements
Three months ended May 31, 2026, cont'd

Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently carried at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings using the effective interest method.

Share capital

Ordinary shares are classified as equity where there is no obligation to transfer cash or other assets. Transaction costs directly attributable to the issue of shares are shown in equity as a deduction from the proceeds of the share issue.

Dividends

Dividends on ordinary shares and capital distributions are recognized in shareholders' equity in the period in which they become legally payable. Interim dividends are due when declared and approved by the directors while shareholders approve final dividends at the Annual General Meeting. Dividends and capital distributions for the year that are declared after the reporting date are disclosed in the subsequent events note.

Revenue

Gross operating revenue represents the invoiced value of sales, after deduction of returns, discounts allowed, and General Consumption Tax. The company recognises revenue when it transfers control over a good or service to a customer.

Taxation

In the Unaudited statements, taxation expense in the statement of comprehensive income comprises current tax charges.

Current tax is the expected tax payable on the income for the year, using tax rates enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years.

CARIBBEAN CREAM LIMITED

Notes to the Unaudited Financial Statements
Three months ended May 31, 2026, cont'd

Related party transactions

A party is related to the company, if -:

1) Directly, or indirectly through one or more intermediaries, the party, is controlled by, or is under common control with, the company (this includes parent, subsidiaries, and fellow subsidiaries); has an interest in the company that gives it significant influence over the company; or has joint control over the company.

2) The party is an associate of the company.

3) The party is a joint venture in which the company is a venturer.

4) The party is a member of the key management personnel of the company or its parent.

5) The party is a close member of the family of any individual referred to in (i) or (iv).

6) The party is the company that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (iv) or (v); or

7) The party is a post-employment benefit plan for the benefit of employees of the company, or of any company that is a related party of the company.

A related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged. The company has a related party relationship with its directors and key management personnel, representing certain senior officers of the company.

CARIBBEAN CREAM LIMITED

LIST OF TOP TEN (10) LARGEST SHAREHOLDERS
AS AT MAY 31, 2026

Ten Largest Shareholders	No. of Stock Units	% Holding
Scoops Un-Limited Limited	123,035,449	32.50
Matthew Clarke	59,555,425	15.73
Carol Marie Clarke-Webster/Christopher Andrew Clarke	58,521,764	15.46
Christopher A. Clarke	35,133,399	9.28
Resource In Motion Limited	32,479,583	8.58
Everton J. Smith	10,340,000	2.73
JI Limited	5,000,000	1.32
Bridgeton Management Services Limited	4,327,440	1.14
Everton A. Smith	3,644,314	0.96
Sagicor Select Fund Limited – (‘Class C’ Shares) Manufacturing & Distribution	3,121,508	0.82

CARIBBEAN CREAM LIMITED

SHAREHOLDINGS OF DIRECTORS, OFFICERS AND CONNECTED PARTIES
AS AT MAY 31, 2026

Board Member	Primary Holder Joint Holder	Relationship	No. of Stock Units	Total
Carol Webster	Carol Webster/ Christopher A. Clarke Carol Webster/ Scoops Un-Limited Limited	Connected Connected	58,521,764 123,035,449	**181,557,213**
Matthew G. Clarke	Matthew Clarke Matthew Clarke/ Scoops Un-Limited Limited	Self Connected	59,555,425 123,035,449	**182,590,874**
Christopher A. Clarke	Christopher A. Clarke Christopher A. Clarke/ Kamoy Clarke Christopher A. Clarke/ Scoops Un-Limited Limited	Self Connected Connected	30,133,399 5,000,000 123,035,449	**158,168,848**
Wayne Wray	Wayne Wray/Christine Randle Wayne Wray Wayne Wray/Craig Singh	Connected Self Connected	1,043,249 200,000 6,835	**1,250,084**
Michael Vaccianna	Michael Vaccianna	Self	0	0
Simon Roberts	Simon Roberts	Self	0	0

SHAREHOLDINGS OF SENIOR MANAGERS AND CONNECTED PARTIES
AS AT MAY 31, 2026

Senior Managers	Primary Holder/ Joint Holder	Relationship	No. of Stock Units	Total
David Radlein	David Radlein/Catherine Radlein	Connected	100,000	**100,000**
Karen Williams	Karen Williams/Vyris Williams Karen Williams/Vyris Williams	Connected Connected	25,855 55,000	**80,855**
Dean Alvery Clarke	Dean Alvery Clarke Dean Alvery Clarke	Self Self	200,000 100	**200,100**