



CHAIRMAN'S REPORT Q2 2017

The Board of Directors at *AML Foods Limited* announced results for the second quarter ended October 31st, 2017 reflecting a net profit of \$886k, after pre-opening expenses of \$231k relative to the construction of Solomon's Yamacraw, compared to \$432k for the same period in the prior year. Sales for the quarter were \$37.83m an increase of 3.59% for the same period in the previous year.

We are pleased that we were able to maintain positive sales and performance levels during the period, given the highly competitive retail environment that we currently operate in. Over the next quarter, we will remain focused on growing transaction counts across all brands by staying competitive and driving value for our customers.

Based on our quarter results, the Board of Directors have approved a dividend payment of \$0.02 per share, payable on December 28, 2017 to shareholders on record as of December 19, 2017.

We are happy to announce the opening of our newest neighbourhood food store Solomon's Yamacraw, which has been well received in Eastern New Providence. We are looking forward to providing residents in the east with the same quality products and service that our other customers currently enjoy.

The Board has made a decision to close our Carl's Jr. restaurants, effective December 10th, 2017. The format, which is based on offering a premium product, has not delivered the returns that we require for our shareholders, given the strong value driven, quick service restaurant market that we operate in. We are reviewing options for the use of the locations and are working to utilize them for a different purpose in 2018. We will transfer all staff to our existing businesses, ensuring no loss of employment.

As we approach the Holiday Season, we are well prepared and concentrating on ensuring that we end the next quarter on a strong note.

Thank you to all our loyal customers, dedicated staff and shareholders for your continued support of *AML Foods Limited*.

Franklyn A. Butler, II
Chairman