# WISYNCO GROUP LIMITED

Corporate Head Office: Lakes Pen Road, Spanish Town, Saint Catherine, Jamaica, W.I.
Tel: (876) 665-9000

## Wisynco Group Limited (Wisynco) – Report to Stockholders

The Directors are pleased to submit the audited financial results for the year ended June 30, 2022, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

Revenues from operations for the year ended June 30, 2022 was $39.1 billion or 22.7% greater than the $31.8 billion of the prior year. Revenue growth in the final quarter of Fiscal 22 was 30% when compared to the same period in the prior year and represents a continuation of the strong demand for our products from our 3rd quarter. We are very encouraged by the recovery in all sectors of the economy as we continue to invest in our business to meet the needs of our customers.

During the final quarter we encountered supply chain issues in selected key raw materials some which require special transportation equipment which impacted our production and consequently dampened our revenue levels.

Gross Profit for the year was $13.3 billion which was $2.1 billion or 19.1% greater than the prior year whilst our Gross Margin was 33.9% compared to 34.9% for Fiscal 2021; the reduction in Gross Margin when compared to the prior year is due to higher energy costs which, resulted from our LNG plant experiencing downtime, and higher input costs on certain raw materials.

Selling, Distribution & Administrative expenses for the year of $8.5 billion was 12.8% greater than the $7.6 billion of the prior year. Expanded business activity along with inflation contributed to the increase in these categories of expenses. However, our expense to sales ratio for the year improved from 23.8% last year to 21.9% this year.

Included in Finance costs are foreign exchange losses for the year of approximately $34.7 million which compares to foreign exchange gains of $69.5 million recognized in other operating income for the prior year. Interest income improved over the prior year by approximately $108 million due to higher rates being earned on deposits.

Profit before Taxation for the year was $4.9 billion or 31.4% greater than the prior year's $3.8 billion. Net profit after taxes for the year was $4.1 billion compared to $3.1 billion of the prior year. Our net profit margin of 10.4% for 2022 was greater than the 9.7% realized for 2021 and reflected and improvement of 70 basis points over the prior year.

Earnings per share for the year was $1.08 per share or 31.7% greater than the 82c per share for the prior year.

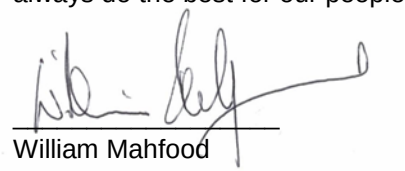
A dividend of 20c per share was declared on June 27, 2022 and has been accrued in these financial statements. The accrued dividend along with the dividend of 20c per share paid on February 15, 2022, brings the dividend for Fiscal 2022 to 40c per share, or 33.3% greater than the 30c per share for Fiscal 21 resulting in a dividend yield of 2.0% (1.9% Fiscal 21), based on the closing stock price at June 30 of the respective fiscal years.

Our Current Ratio at 2.4 is in line with our prior year, and our return on average equity at 25% improved by 300 basis points over the 22% of fiscal 2021. Our Current Assets have increased due to excess Inventories being held to minimize disruptions from possible supply chain delays as well as approximately $600 million deposits placed for new equipment as we move to expand our production capacity during Fiscal 23.

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Wisynco congratulates all our Team members who have passionately delivered a solid performance for Fiscal 2022. We also did our best to serve our customers and sincerely apologize to any of our customers who have been impacted due to supply chain issues beyond our control and will continue to ensure we always do the best for our people and our customers. God bless you all.



William Mahfood
Chairman



Andrew Mahfood
Chief Executive Officer