



CEO Message

Q3 2025-2026

The Board of Directors of AML Foods Limited today announced financial results for the third quarter ended January 31, 2026. Sales for the period were \$57.3m compared to \$57.5m, for the same quarter last year. Net profit for the quarter was \$5.3m compared to \$4.5m for the same period in the prior year.

We are pleased with our overall performance for the quarter. Despite the loss of two stores nearly a year ago, we have continued to deliver solid sales results and maintained strong operating momentum throughout our other stores. This performance reflects our continued investment in data-driven decision-making. The actionable insights generated are improving in-stock levels and refining our assortment to better align with customer demand. When combined with disciplined in-store execution standards, these efforts are contributing to higher customer satisfaction across all locations. Growth in same store transactions, along with increases in average basket size has allowed us to record comparable sales to last year, despite the loss of the significant sales volumes from our Old Trail facility. Shrink is now at its lowest level in many years. Leveraging data visibility and technology tools, our teams are taking a precise, targeted approach to areas of risk. This disciplined approach is strengthening profitability and operational execution.

Looking ahead, we are excited to extend our customer experience to Hooper's Bay in Exuma and Harbour Island Eleuthera in the coming months. These expansions align with our strategic objective to deepen our footprint in The Family Islands.

We are progressing through the permitting process for the Old Trail rebuild, and Cost Right remains on schedule to reopen in early 2027. These milestones represent important steps in restoring capacity and positioning us for sustained growth.

Recently our industry was informed of a change in the treatment of VAT inputs, which is expected to increase our non-payroll expenses and impact our cost of goods by several percentage points. We are reviewing how we will address these changes ahead of its April 1st 2026 implementation.

Based on the quarter's performance the Board of Directors have approved an ordinary dividend payment of \$0.06 per share and an extraordinary dividend payment of \$0.03 per share payable on March 25, 2026, to shareholders of record as of March 20, 2026.

On behalf of the Board of Directors, I would like to thank our dedicated and hard-working associates for your commitment to our company and our customers for your loyal support of our businesses.

Sincerely,

Gavin Watchorn
CEO & President

AML FOODS LIMITED
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED JANUARY 31, 2026

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Expressed In thousands of Bahamian dollars)

	As At January 31, 2026	As At April 30, 2025
Assets		
Current assets		
Cash and bank balances	\$ 31,906	\$ 17,577
Term deposits with original maturities greater than 90 days	292	292
Receivables, net of provision	1,114	1,200
Insurance claim receivable	-	23,150
Merchandise inventories, net of provisions	14,330	12,678
Other current assets	3,701	3,120
Total current assets	51,343	58,017
Non-current assets		
Other assets	3,138	3,138
Investments in BGRS	12,046	-
Total property, plant and equipment, net	51,270	51,597
Right of use asset, net	26,177	27,228
Goodwill and Other Intangible Assets	4,870	4,951
Total assets	\$ 148,844	\$ 144,931
Liabilities		
Current liabilities		
Accounts payable and accrued expenses	21,581	20,673
Current portion of preference shares	1,360	1,360
Current portion of bank loan	3,275	3,129
Current portion of lease liability	1,756	1,580
Total current liabilities	27,972	26,742
Long-term liabilities		
Bank loan	17,466	19,790
Preference shares	4,081	5,441
Lease liability	28,734	29,693
Total long-term liabilities	50,281	54,924
Shareholders' equity		
Ordinary share capital	7,378	7,378
Contributed surplus	2,231	2,231
Revaluation surplus	7,951	7,951
Retained earnings	53,031	45,705
	70,591	63,265
Total liabilities and shareholders' equity	\$ 148,844	\$ 144,931

AML FOODS LIMITED
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED JANUARY 31, 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

(Expressed In thousands of Bahamian dollars except share amounts)

	Quarter ended January 31, 2026	Quarter ended January 31, 2025
Sales	\$ 57,251	\$ 57,534
Cost of sales	(37,069)	(38,221)
Gross profit	20,182	19,313
Selling, general and administrative expenses	(14,670)	(14,448)
Other operating income	457	286
Net operating profit	5,969	5,151
Interest expense	(551)	(574)
Dividends on preference shares	(82)	(102)
Loss on disposal of property, plant & equipment	-	(2)
Net profit and comprehensive income	\$ 5,336	\$ 4,473
Weighted average number of ordinary shares outstanding	<u>15,008,048</u>	<u>15,008,048</u>
Earnings per share	<u>\$ 0.36</u>	<u>\$ 0.30</u>

AML FOODS LIMITED
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JANUARY 31, 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

(Expressed In thousands of Bahamian dollars except share amounts)

	Nine Months Ended January 31, 2026	Nine Months Ended January 31, 2025
Sales	\$ 151,936	\$ 146,832
Cost of sales	(99,058)	(97,246)
Gross profit	52,878	49,586
Selling, general and administrative expenses	(43,642)	(42,140)
Other operating income	854	805
Net operating profit	10,090	8,251
Interest expense	(1,677)	(1,694)
Dividends on preference shares	(286)	(306)
Gain/(loss) on disposal of property, plant & equipment	1	(203)
Insurance claim income	2,318	-
Loss from fire-related destruction	(119)	-
Net profit and comprehensive income	\$ 10,327	\$ 6,048
Weighted average number of ordinary shares outstanding	15,008,048	15,008,048
Earnings per share	\$ 0.69	\$ 0.40

AML FOODS LIMITED
UNAUDITED INTERIM FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Expressed In thousands of Bahamian dollars)

	No. of Shares (^{'000s})	Share Capital	Contributed Surplus	Revaluation Surplus	Retained Earnings	Total
Balance as of April 30, 2024	15,008	7,378	2,231	7,951	34,895	52,455
Net profit	-	-	-	-	6,048	6,048
Declared Dividends (\$0.17 per share)		-	-	-	(2,551)	(2,551)
Balance as of January 31, 2025	15,008	\$ 7,378	\$ 2,231	\$ 7,951	\$ 38,392	\$ 55,952

	No. of Shares (^{'000s})	Share Capital	Contributed Surplus	Revaluation Surplus	Retained Earnings	Total
Balance as of April 30, 2025	15,008	\$ 7,378	\$ 2,231	\$ 7,951	\$ 45,705	\$ 63,265
Net profit	-	-	-	-	10,327	10,327
Declared Dividends (\$0.20 per share)		-	-	-	(3,001)	(3,001)
Balance as of January 31, 2026	15,008	\$ 7,378	\$ 2,231	\$ 7,951	\$ 53,031	\$ 70,591

AML FOODS LIMITED
UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JANUARY 31, 2026

CONSOLIDATED STATEMENT OF CASH FLOWS

(Expressed In thousands of Bahamian dollars)

	Nine Months Ended January 31, 2026	Nine Months Ended January 31, 2025
Cash flows from operating activities		
Net profit	10,327	6,048
Depreciation and amortization	4,929	5,636
Dividends on preference shares	286	306
Decrease in provision for doubtful debts	(66)	(7)
(Increase)/Decrease in inventory provision	(6)	291
(Gain)/Loss on disposal of property, plant, and equipment	(1)	203
Insurance claim income	(2,318)	-
Interest on lease liability	1,080	1,136
Operating cash flow before changes in working capital	14,231	13,613
Working capital source/(use)		
Accounts receivable	611	9
Merchandising inventories	(1,646)	(1,179)
Other current assets	(581)	(110)
Other assets	-	950
Accounts payable and accrued expenses	823	1,067
Net cash provided by operating activities	13,438	14,350
Investing activities source/(use)		
Additions to property, plant and equipment	(2,959)	(8,206)
Proceeds from insurance claims	25,095	-
Proceeds from disposal of property, plant & equipment	1	-
Investment in BGRS	(12,061)	-
Investment in Eleuthera Markets	-	(1,975)
Net cash provided by (used in) investing activities	10,076	(10,181)
Financing activities source/(use)		
Dividends paid on ordinary shares	(3,002)	(2,551)
Dividends paid on preference shares	(286)	(306)
Repayment of bank loan	(2,178)	(1,838)
Repayment of preference shares	(1,360)	-
Proceeds from bank loan	-	5,994
Payment of lease liability	(2,359)	(2,844)
Net cash used in financing activities	(9,185)	(1,545)
Increase in cash and bank balances	14,329	2,624
Cash and bank balances, beginning of period	17,577	9,200
Cash and bank balances, end of period	31,906	11,824
Supplemental information:		
Interest received	2	-
Interest paid	883	863

AML FOODS LIMITED
UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED JANUARY 31, 2026

SEGMENT REPORTING

(Expressed in thousands of Bahamian Dollars)

The Company and its subsidiaries operate principally in three business segments: Food Distribution, Food Franchise and Corporate. The Food Distribution segment consists of the retail and club distribution of consumer and food products in Grand Bahama, Exuma, Eleuthera, Abaco and New Providence. The Food Franchise segment consists of the manufacturing and delivery of pizza in Grand Bahama and New Providence. The Corporate segment consists of the Company's real estate and corporate management.

Three Months Ended	Food Distribution		Food Franchise		Corporate		Consolidated	
	31-Jan-26	31-Jan-25	31-Jan-26	31-Jan-25	31-Jan-26	31-Jan-25	31-Jan-26	31-Jan-25
Sales	\$ 54,493	\$ 54,730	\$ 2,758	\$ 2,804	\$ -	\$ -	\$ 57,251	\$ 57,534
Cost of sales	(36,150)	(37,313)	(919)	(908)	-	-	(37,069)	(38,221)
Gross Profit	18,343	17,417	1,839	1,896	-	-	20,182	19,313
Selling, general and administrative expenses	(8,991)	(9,013)	(1,631)	(1,576)	(4,048)	(3,859)	(14,670)	(14,448)
Other operating income	257	217	1	-	199	69	457	286
Loss on disposal of fixed assets	-	(2)	-	-	-	-	-	(2)
Interest expense	(349)	(358)	(9)	18	(193)	(198)	(551)	(574)
Dividends on preference shares	-	-	-	-	(82)	(102)	(82)	(102)
Net profit / (loss)	\$ 9,260	\$ 8,261	\$ 200	\$ 302	\$ (4,124)	\$ (4,090)	\$ 5,336	\$ 4,473

Nine Months Ended	Food Distribution		Food Franchise		Corporate		Consolidated	
	31-Jan-26	31-Jan-25	31-Jan-26	31-Jan-25	31-Jan-26	31-Jan-25	31-Jan-26	31-Jan-25
Sales	\$ 143,517	\$ 138,399	\$ 8,419	\$ 8,433	\$ -	\$ -	\$ 151,936	\$ 146,832
Cost of sales	(96,211)	(94,463)	(2,847)	(2,783)	-	-	(99,058)	(97,246)
Gross Profit	47,306	43,936	5,572	5,650	-	-	52,878	49,586
Selling, general and administrative expenses	(25,833)	(26,202)	(5,078)	(4,865)	(12,731)	(11,073)	(43,642)	(42,140)
Other operating income	443	602	1	1	410	202	854	805
Loss on disposal of fixed assets	1	(203)	-	-	-	-	1	(203)
Interest expense	(1,048)	(1,091)	(32)	(46)	(597)	(557)	(1,677)	(1,694)
Dividends on preference shares	-	-	-	-	(286)	(306)	(286)	(306)
Insurance claim income	159	-	-	-	2,159	-	2,318	-
Loss from fire-related destruction	(75)	-	-	-	(44)	-	(119)	-
Net profit / (loss)	\$ 20,953	\$ 17,042	\$ 463	\$ 740	\$ (11,089)	\$ (11,734)	\$ 10,327	\$ 6,048

AML FOODS LIMITED
UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JANUARY 31, 2026

EXPLANATORY NOTES

1. ACCOUNTING POLICIES

These consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards using the same accounting policies and methods of computation as the Consolidated Financial Statements for the year ended April 30, 2025 included in the 2025 Annual Report.

The consolidated interim financial statements include the accounts of AML Foods Limited, formerly Abaco Markets Limited, ("the Company") and its significant wholly owned subsidiaries: Solomon's Supercentre (Nassau) Limited, Cost Right Nassau Limited, Solomon's Club (Freeport) Limited, Thompson Wholesale Limited, Caribbean Franchise Holdings Limited, Solomon's Fresh Market Limited, Solomon's Exuma Limited, Eleuthera Markets Limited and Chef Direct Food Service Limited.

2. DIVIDENDS

The Company paid an ordinary dividend of \$0.06 per share on December 29, 2025 to shareholders of record on December 22, 2025.

3. ACQUISITION OF PRIME ISLAND MEATS AND DELI

During the quarter, the Company entered into an Asset Purchase Agreement to acquire the assets of Prime Island Meats and Deli located in Hooper's Bay, Exuma, The Bahamas in the amount of Two Million Six Hundred Thousand Dollars (\$2,600,000).

Simultaneously, the Company also entered into a Land Purchase Agreement to purchase Land and a Building from the owners of Prime Island Meats & Deli Limited for Nine Hundred Thousand Dollars (\$900,000).

The completion of both transactions is subject to due diligence and the final price may be adjusted based on closing procedures. A total deposit of Three Hundred Fifty Thousand Dollars (\$350,000) was paid and is being held in escrow pending completion of due diligence. The deposit is included in Other Current Assets in the Consolidated Statement of Financial Position.

4. BANK LOANS

The Company has a total of five bank loans with RBC Royal Bank (Bahamas) Limited which each bear a blended interest rate of 3.60% per annum. The total remaining principal amount outstanding on the Company's loans was \$20.7m as at January 31, 2026.

5. SUBSEQUENT EVENTS

On March 10, 2026, the Board of Directors approved an ordinary dividend of \$0.06 per share and an extraordinary dividend of \$0.03 per share payable on March 25, 2026 to shareholders of record on March 20, 2026.

AML FOODS LIMITED

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Sunil Chatrani
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AML FOODS LIMITED

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