



4 Victoria Avenue
Kingston CSO
Tel: (876)648-5652
Email: bluepowergrouplimited@gmail.com
Website: www.bluepowerja.com

September 12, 2022

Dear Shareholder:

RE: ANNUAL REPORT

I am pleased to provide the following documents for your information in respect of Blue Power Group Limited for the year ended April 30, 2022.

Enclosed are: Notice of the Meeting, Chairman's Statement, Financial Highlights, Directors' Report, Directors and Officers, Stockholding of Directors and Officers, Top Ten Stockholders, Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flow and Form of Proxy. The complete set of audited financial statements and accompanying notes are available to shareholders and the public on our website (www.bluepowerja.com) and the website of the Jamaica Stock Exchange (www.jamstockex.com).

We would respectfully ask that any shareholder who requires a printed copy of the financial statements please contact us at our registered office with his/her contact details and we will make a copy available by mail.

Yours truly:

A handwritten signature in blue ink, appearing to read "Lisa Kong-Lee".

LISA KONG-LEE
Blue Power Group Limited
Company Secretary

NOTICE OF ANNUAL GENERAL MEETING

BLUE POWER GROUP LIMITED

NOTICE IS HEREBY GIVEN that the Annual General Meeting of Blue Power Group Limited (the “Company”) will be held at “The Summerset Suite” at Courtleigh Hotel and Suites, 85 Knutsford Boulevard, Kingston 10, on Tuesday, November 8, 2022 at 2pm for shareholders to transact the business set out below and, if thought fit, to pass the following resolutions as ordinary resolutions:

1. To receive and consider the Directors’ Report, Auditors’ Report and Audited Financial Statements of the Company and the Group for the year ended April 30, 2022:

RESOLUTION:

“THAT the Directors’ Report, Auditors’ Reports and Audited Financial Statements of the Company and the Group for the year ended April 30, 2022 be and are hereby adopted.”

2. To fix the remuneration of the Auditors for 2022 or to determine the manner in which such remuneration is to be fixed:

RESOLUTION:

“THAT the remuneration of the Auditors, KPMG, having been fixed by the Directors for 2022, be and is hereby approved.”

3. To ratify the capital distribution and declare them final:

RESOLUTION:

“THAT the capital distribution of 2 cents per stock unit on record date September 30, 2022 to be paid on October 14, 2022 be and is hereby ratified and declared final for 2021-22.”

4. To re-appoint the Auditors:

RESOLUTION:

“THAT the Auditors, KPMG, having indicated their willingness to continue in office, be and are hereby re-appointed for the year 2022-23.”

5. To elect Directors:

RESOLUTIONS:

- a) **“THAT Catherine Goodall who retires by rotation, be and is hereby re- elected a Director of the Company.”**
- b) **“THAT Jeffrey Hall who retires by rotation, be and is hereby re-elected a Director of the Company.”**
- c) **“THAT Peter Millingen who retires by rotation, be and is hereby re-elected a Director of the Company.”**

6. To fix the remuneration of Directors:

RESOLUTION:

“THAT the amount shown in the Accounts for the year ended April 30, 2022 for Directors’ fees be and is hereby approved.”

7. Any Other Business.

Dated this 12th day of September 2022. By Order of the Board.



LISA KONG-LEE
Company Secretary

A form of proxy accompanies this Notice of Annual General Meeting. A shareholder who is entitled to attend and vote at the Annual General Meeting of the Company may appoint one or more persons to attend in his/her place. A proxy need not be a shareholder of the Company. All completed original proxy forms must be deposited together with the power of attorney or other document appointing the proxy at the registered office of the Company at least 48 hours before the Annual General Meeting.

CHAIRMAN'S STATEMENT

BLUE POWER GROUP LIMITED

Blue Power Group Limited earned net profit of \$194 million for the year ended April 30, 2022. This represented an increase of 81% over the prior year profit of \$107 million. Our shareholders' equity increased by 14% during the year.

Despite the strong overall financial performance of the Group in 2022, the year was challenging. Our revenues were down by 1.5% and our core soap operations incurred a loss. Importantly, we were forced to implement a bold new plan to restore growth and operating profitability to the business. There will be continued challenges, but we expect our plan to show improved revenues in the first half of 2023 and improved operating results by the end of the 2023 financial year.

Blue Power faced two main challenges to operating performance in 2022. Firstly, we were adversely affected by the decision – within our CARICOM export markets – to apply a 40% duty to soap manufactured in Jamaica using imported raw material. The CARICOM trade rules are now interpreted to protect primary production, rather than to support value added manufacturing using intermediate goods. As a result, in 2022, we lost market opportunities in CARICOM that we had built up steadily over the last decade. Our response will be to rebuild revenues in the local Jamaican market in the first instance, and ultimately to seek export opportunities outside of CARICOM. In line with this initiative, we were able to generate substantial sales growth during the second half of 2022 from leading local brand owners and distributors who expressly wanted to procure competitively manufactured local products. We expect this strong revenue growth to continue into 2023.

The second challenge that we faced was a dramatic and unprecedented spike in raw material costs. Cost increases were initially related to high ocean freight charges for raw material originating in Asia. More recently, the war in Ukraine has led to actual shortages of products based on vegetable oils, including those used in the production of soap. This in turn led to further cost increases and ultimately to export restrictions being placed on our traditional raw material suppliers in Asia who were forced to divert volumes to the supply of their home markets. During the year, we adjusted selling prices to recover some of the margin lost due to cost price increases. However, after some consideration, we concluded that it was not in the best interest of the company to seek to pass along the full impact of these significant price hikes to our most significant customers – particularly those that had supported our growth in the local market. We

believe that this decision is justified, because we are beginning to see an improved outlook for raw material prices and shipping costs that will take effect in the second half of our financial year. Importantly, we have also been able to maintain the long-term support of our core customer base.

An important part of our medium-term plan for business development, is our commitment to efficiency and innovation. During the year we initiated capital projects to expand our capacity and productivity and to give our manufacturing plant more flexibility in the sources of raw material. We expect to see the results of this investment in 2023. We also secured the long-term expansion prospects for the business with the acquisition of a two-acre plot of land that is adjacent to our existing facility. The site includes a building that is suitable for renovation as well as land space with excellent development potential for a purpose-built facility for light manufacturing, warehousing, and distribution.

The Blue Power balance sheet, investment portfolio and liquidity remain strong. Our investment in Lumber Depot Limited, which is a significant part of our holdings, performed well in 2022. We elected to sell to Lumber Depot Limited the real estate that it occupies in Papine and from which it operates its flagship hardware store. This real estate is strategic to their operation and the sale -- at market value -- gave us more financial flexibility to develop our core Victoria Avenue sites in line with our strategic plan. In light of our decision to continue to hold Lumber Depot Limited shares, and to have representation on their board and management, we were advised by our auditors that it was appropriate to equity account for our 16.45% interest in that company with effect from November 1, 2021. This also contributed to our earnings growth in 2022.

We continue to be optimistic about the competitive position and growth prospects for our business in Jamaica, as well as the opportunity to develop new export markets and ultimately to challenge the constraints on our business in CARICOM. We are also well prepared to diversify the business through opportunistic investments in related businesses and in our real estate.

At the end of 2022 our founder, Dr. Dhiru Tanna, elected to step down from the position of Executive Chairman, a position that he has held since the inception of the company. Dr. Tanna's leadership of Blue Power stands as an exemplar for all of us, of the success that can be achieved – in even the toughest moments of Jamaica's business history –

CHAIRMAN'S STATEMENT

BLUE POWER GROUP LIMITED

through hard work, integrity, humility, and sound business judgment. On behalf of the company, and the many who have benefited from his good work, we thank him sincerely.

Dr. Dhiru Tanna is succeeded in his executive capacity by Mrs. Lisa Kong-Lee who was appointed Executive Director with effect from June 1, 2022. Prior to the appointment, Mrs. Kong-Lee served as General Manager of the business and prior to that as Financial Controller. She has served in the management of the company for over 20 years. Mrs. Kong-Lee is succeeded in her capacity as General Manager by Mr. Vishwanauth Tolan. Mr. Tolan has been with Blue Power Group for two years and has served as Commercial and Operations Manager. Mrs. Kong-Lee and Mr. Tolan have demonstrated a clear and positive understanding of the opportunities available to the Group as well as the dedication and drive to improve our performance. They have the full confidence of the board.

I thank our customers, staff, management team and board for their commitment to the business.



JEFFREY HALL
Chairman

FINANCIAL HIGHLIGHTS

BLUE POWER GROUP LIMITED

	2022	2021	2020	2019	2018
	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000
Balance Sheet					
Total Assets	1,534,428	1,346,321	1,010,118	982,685	904,357
Net Current Assets (Working Capital)	551,720	437,947	394,216	546,747	455,751
Investments, Cash and Cash Equivalents	750,824	780,892	576,917	374,337	336,583
Stockholders' Equity	<u>1,429,034</u>	<u>1,256,537</u>	<u>956,111</u>	<u>897,655</u>	<u>762,738</u>
Profit and Loss					
Gross revenues	526,448	533,996	485,436	1,665,775	1,507,586
- Hardware Division (discontinued operation)	-	-	-	1,196,972	1,067,226
- Soap Division (continued operation)	526,448	533,996	485,436	468,803	440,360
Profit from continued operation	193,538	106,574	59,280	73,251	-
Profit from discontinued operation	-	-	21,300	66,022	-
Profit attributable to stockholders	193,538	106,574	80,580	139,273	102,241
Dividends Paid	<u>9,040</u>	<u>7,910</u>	<u>11,865</u>	<u>10,735</u>	<u>10,735</u>
Earnings per stock unit J\$	\$ 0.34	\$ 0.19	\$ 0.14	\$ 0.25	\$ 1.81
Earnings per stock unit J\$ (continued operation)	\$ 0.34	\$ 0.19	\$ 0.10	\$ 0.12	-
Financial Ratios					
Return on Sales	36.76%	19.96%	16.60%	8.36%	6.78%
Return on Equity	13.54%	8.48%	8.43%	15.52%	13.40%
Return on Total Assets	12.61%	7.92%	7.98%	14.17%	11.31%
Current Ratio	7.99:1	6.82:1	10.37:1	7.49:1	4.24:1
Dividend Cover	21.41	13.47	6.79	12.97	9.52
Market Statistics					
Closing Stock Price J\$	\$ 3.59	\$ 4.35	\$ 3.87	\$ 4.30	\$ 36.85

DIRECTORS' REPORT

BLUE POWER GROUP LIMITED

The Directors of Blue Power Group Limited are pleased to present their report for the year ended April 30, 2022.

FINANCIAL RESULTS

The Statement of Profit or Loss and Other Comprehensive Income shows pre-tax profit of \$209 million from \$526 million in revenue.

DIVIDENDS AND CAPITAL DISTRIBUTION

An interim dividend of 1.6 cents per stock unit on record date August 30, 2021 was paid to stockholders on September 8, 2021 for the financial year ended April 30, 2021.

A capital distribution of 2 cents per stock unit on record date September 30, 2022 will be paid to stockholders on October 14, 2022 for the financial year ended April 30, 2022.

The Directors recommend that this capital distribution be ratified and declared as final and that no further capital distribution be paid in respect of the year under review.

DIRECTORS

The Directors of Blue Power Group Limited as at April 30, 2022 were: Dhiru Tanna, Kenneth Benjamin, Felice Campbell, Noel Dawes, Catherine Goodall, Jeffrey Hall, Peter Millingen and Laura Tanna.

Catherine Goodall, Jeffrey Hall and Peter Millingen retire by rotation and being eligible, offer themselves for re-election in accordance with the Articles of Incorporation.

Dr. Tanna retired as founding Chairman of Blue Power Group Limited effective April 30, 2022 after more than 21 years of stellar service. He was succeeded by Mr. Jeffrey Hall and will continue to serve as a director of the Company.

AUDITORS

The Auditors, KPMG, Chartered Accountants, 6 Duke Street, Kingston, Jamaica have expressed their willingness to continue in office.

On behalf of the Board of Directors,



JEFFREY HALL
Chairman
September 12, 2022

DIRECTORS & OFFICERS

BLUE POWER GROUP LIMITED



DR. DHIRU TANNA

BSc, MA, PhD

Chairman*

Dr. Dhiru Tanna is the founding Chairman of the Board of Directors of the Company. He holds a Ph.D. from the University of California, Berkeley and a B.Sc. (Econ) from the University of London. Presently, he serves as Deputy Chairman of JN Group, a Director of JN Bank, JN Fund Managers Ltd., and MCS Group Ltd. His past experience includes lecturing at UWI, Mona, being special advisor to the Minister of Public Utilities and Transport, heading Jamaica National Investment Co. Ltd., serving on many boards including Neal & Massy Holdings Ltd. in Trinidad, Neal & Massy Group Jamaica Ltd. (as Chairman) and the Development Bank of Jamaica.

*Note - Dr. Tanna retired as founding Chairman of Blue Power Group Limited effective April 30, 2022. Mr. Jeffrey Hall was appointed as the new Chairman.



HON. KENNETH BENJAMIN

OJ, OD, JP

Independent Non-Executive Director

Hon. Kenneth Benjamin, O.J. started Beryllium Ltd. formerly known as the Guardsman Group with the establishment of Guardsman Limited. He has since expanded the conglomerate to include many companies – each regarded as a leader of their specialized field – and serves as the Executive Chairman of the Guardsman Group. He has been instrumental in establishing the foundation upon which other security providers have built. In 1993, he was appointed to a committee responsible for ensuring that the Private Security Regulation Authority Act was implemented and adhered to – and was re-appointed to this position in 2002. He serves as Chairman of the JSPCA, Chairman of the Management Committee of the Bustamante Children’s Hospital and has been the moving force behind the revitalization of the Hope Zoo. He is also the Chairman of Guardsman Hospitality which operates Konoko Falls and the Puerto Seco Beach. He has received numerous awards for his contributions to Jamaica, including the prestigious Order of Jamaica and the Order of Distinction Commander Class (2006).



FELICE CAMPBELL

BSc, MBA

Independent Non-Executive Director

Felice Campbell holds an MBA from Graziadio School of Business and Management at Pepperdine University and a B.Sc. from the University of the West Indies. She is the CEO and Co-Owner of AriLabs, which is involved in the production and sale of a number of quality skin care products. Her experience includes being a Director, Corporate Development at Sage Software, a Director, Mergers and Acquisitions at The First American Corporation, a Senior Associate at Citi Capital Strategies, President and Managing Director of Jamaica Pre-Pack Group, a Brand Manager at GK Foods as well as a Branch Manager at HiLo Food Stores.

DIRECTORS & OFFICERS

BLUE POWER GROUP LIMITED



MAJOR (RET'D) NOEL DAWES

Dip. Mgmt.

Non-independent Non-Executive
Director

Maj. Noel Dawes has over 12 years' military experience with the Jamaica Defence Force (JDF) and has served in several units throughout the organization, retiring at the rank of Major. He received military training in Canada, the United Kingdom, and the United States. He has held senior management positions in other organizations including General Manager at Securicor Jamaica Limited, Operations Manager at Port Security Corps, and Operations Officer at Gand International (Norway). Besides his military qualifications, he holds a Diploma in Management Studies from the Jamaica Institute of Management. He has been a member of the Blue Power Group since 1998 and was instrumental in the construction and startup of the Lumber Depot Division at Papine in 1999. He now holds the position of Managing Director of Lumber Depot Limited.



CATHERINE GOODALL

BA

Independent Non-Executive Director

Catherine Goodall previously served as Commercial Director at Caribbean Producers Jamaica Ltd, Business Development Executive at Grace Kennedy, Marketing Manager for Beverages at Lasco Distributors Limited. Cathy has a strong background in marketing, sales, customer service and logistics, and extensive experience in the fast-moving consumer goods industry. Prior to joining the Lasco team, Ms. Goodall worked for the Central America Bottling Corporation (bottler for Pepsi Cola in Central American and Caribbean) where she served in several capacities from Brand Manager to Trade Marketing Manager for Jamaica. After exiting the Fast-Moving Consumer goods and non-profit industries as an Executive, Catherine has transitioned to consulting in marketing and strategy in e-commerce, finance and is focused on the development of MSMEs.



JEFFREY HALL

CD, BA, MPP, JD

Independent Non-Executive Director

Jeffrey Hall, C.D. is the Chief Executive Officer of Jamaica Producers Group Limited and has worked with that company since 2002. He is also the Chairman of Lumber Depot Limited, Kingston Wharves Limited, Scotia Group Jamaica Limited and a member of the Board of Directors of several companies, including SAJE Logistics Infrastructure Limited and Eppley Caribbean Property Fund Limited SCC. He has practiced as an Attorney-at-Law and has served as a Director of the Jamaica Stock Exchange and the Bank of Jamaica.

Mr. Hall is a graduate of the Harvard Law School; and holds a Master of Public Policy from Harvard University, USA. He also earned a Bachelor of Arts (BA) degree in Economics from Washington University, USA.

DIRECTORS & OFFICERS

BLUE POWER GROUP LIMITED



PETER MILLINGEN

Barrister-at-Law

Independent Non-Executive Director

Peter Millingen is a Barrister-at-Law, having been called to the bar in the U.K., and is a partner in the legal firm of McDonald Millingen which he joined after retiring as Managing Partner in the firm of Clinton Hart & Co. He has served as Chairman of Clarendon Alumina Partners, a Director of National Housing Trust, a Director of National Housing Corporation, and Deputy Chairman of the Rent Board.



DR. LAURA TANNA (Hon.)

OD, BA, MA, PhD

Independent Non-Executive Director

Laura Tanna, O.D. (Hon.) holds a BA degree from the University California, Berkeley and MA and PhD degrees from the University of Wisconsin, Madison in African Languages and Literature and is author of Jamaican Folk Tales and Oral Histories and Baugh: Jamaica's Master Potter. She served on the Council of the Institute of Jamaica, the boards of the Jamaica Memory Bank, the African Caribbean Institute of Jamaica, the Creative Production and Training Centre, the Museums of History and Ethnography Division (now Jamaica National Museum), the King's House Foundation, the Alliance Française and currently is a Director of the American Friends of Jamaica. Author of hundreds of publications including interviews with leaders in business, politics, and the arts as well as articles on travel, her contributions to Jamaican culture and literature were recognized with the award of an Order of Distinction (Hon) by the Government in 2014.

DIRECTORS & OFFICERS

BLUE POWER GROUP LIMITED



LISA KONG-LEE

Level 2 ACCA, Dip. BA

General Manager/ Company Secretary*

Lisa Kong-Lee, joined the Blue Power Group team over twenty years ago. Since August 2021 she has served as Financial Controller and Company Secretary for the two companies - Lumber Depot Ltd and Blue Power Group Ltd. Her adaptability to the diverse nature of responsibilities saw her being the “head cook” of the soap making business, formulating the various products manufactured by the company.

Mrs. Kong-Lee contributed heavily to the work involved in the listing of Blue Power Group Limited on the JSE Junior Market in 2010. Her ability to create sustainable practical measures to the improvement of the Blue Power Group’s operations combined with her strong leadership qualities influenced the Board’s decision to appoint her as General Manager in March 2020.

*Note - Mrs. Kong-Lee was appointed Executive Director of the Company with effect from June 1, 2022.



VISHWANAUTH TOLAN

BSc, MSc

Commercial Manager*

Vishwanauth Tolan is the Commercial Manager at the Blue Power Group. He holds a BSc. In Management Studies and a MSc in Computer Based Management Information Systems, both from the U.W.I. before joining the Blue Power team, he spent 8 years with the GraceKennedy Group where he held leadership roles across various business units locally and overseas including Grace Foods International, Grace Foods USA, Grace Foods Domestic, Dairy Industries Jamaica Limited, and the Global Category Management Unit. His background includes marketing, logistics, warehousing, and strategic planning. He is a past treasurer of the Rotary Club of Downtown Kingston and currently serves as General Secretary of the Jamaica Badminton Association.

*Note - Mr. Tolan was appointed General Manager to the Company with effect from June 1, 2022



ANDRIENNE JONES

BEd, MSc

Chief Accountant

Andrienne Jones is the Chief Accountant at Blue Power Group and holds a Bachelor of Education degree in Computing with Accounting from the University of Technology Jamaica and a Master of Science degree in Accounting from the University of the West Indies Mona. She spent 11 years being an educator of Business and Accounting in both the public and private sector.

DIRECTORS AND CONNECTED PARTIES REPORT

BLUE POWER GROUP LIMITED

APRIL 30, 2022

TOTAL SHARES OUTSTANDING: 564,990,000

DIRECTORS AND CONNECTED PARTIES REPORT

PRIMARY HOLDER (JOINT HOLDER)	RELATIONSHIP	UNITS	PERCENTAGE
KENNETH BENJAMIN**	SELF	31,302,000	5.540
FELICE CAMPBELL	SELF	0	0.000
NOEL DAWES***	SELF	14,127,150	2.500
CATHERINE GOODALL	SELF	0	0.000
JEFFREY HALL (SWEE TEEN CHUA)	SELF	2,151,363	0.381
PETER MILLINGEN	SELF	8,211,000	1.453
DHIRU TANNA* (LAURA TANNA)	SELF	100,000	0.017
LAURA TANNA*	SELF	0	0.000
ANTIBES HOLDINGS LIMITED*	CONNECTED PARTY	283,008,000	50.090
SHEILA BENJAMIN MCNEIL**	CONNECTED PARTY	1,552,650	0.274
GUARDSMAN GROUP**	CONNECTED PARTY	6,872,850	1.216
KAREL DAWES***	CONNECTED PARTY	38,070	0.006

SENIOR MANAGERS REPORT

PRIMARY HOLDER (JOINT HOLDER)	RELATIONSHIP	UNITS	PERCENTAGE
LISA KONG-LEE	SELF	0	0.000
VISHWANAUTH TOLAN	SELF	0	0.000

TOP 10 SHAREHOLDERS

PRIMARY HOLDER (JOINT HOLDER)	UNITS	PERCENTAGE
ANTIBES HOLDINGS LIMITED	283,008,000	50.09
MAYBERRY JAMAICAN EQUITIES LIMITED	112,159,443	19.85
KENNETH BENJAMIN & SHEILA MCNEIL	32,854,650	5.82
JANE FRAY	30,954,000	5.48
NOEL DAWES	14,127,150	2.50
SILVER INVESTMENTS LIMITED	10,778,160	1.91
JPS EMPLOYEE SUPERANNUATION	9,214,510	1.63
PAM-INDIVIDUAL RETIREMENT	8,914,510	1.58
PETER MILLINGEN	8,211,000	1.45
GUARDSMAN GROUP LIMITED	6,872,850	1.22


TOTAL UNITS OWNED BY TOP 10	517,094,273	91.52
-----------------------------	-------------	-------

BLUE POWER GROUP LIMITED


Group Statement of Financial Position
April 30, 2022

	Notes	<u>2022</u> \$	<u>2021</u> \$
NON-CURRENT ASSETS			
Property, plant and equipment	4(a)	267,817,851	149,083,336
Investment property	5	-	13,924,282
Right of use assets	6(a)	10,272,496	11,300,796
Interest in associated company	13	354,614,467	-
Investments	7	<u>271,124,114</u>	<u>658,938,459</u>
		<u>903,828,928</u>	<u>833,246,873</u>
CURRENT ASSETS			
Cash and cash equivalents	8	125,085,493	121,953,940
Accounts receivable and prepayments	9	129,774,738	63,437,778
Due from related company	12(c)	13,491,606	29,094,145
Inventories	10	346,950,555	298,588,140
Taxation recoverable		<u>15,296,538</u>	<u>-</u>
		<u>630,598,930</u>	<u>513,074,003</u>
CURRENT LIABILITIES			
Accounts payable	11	58,165,380	63,604,178
Current portion of lease liability	6(b)	713,802	650,550
Revolving loan facility	16	20,000,000	-
Taxation payable		<u>-</u>	<u>10,872,093</u>
		<u>78,879,182</u>	<u>75,126,821</u>
NET CURRENT ASSETS		<u>551,719,748</u>	<u>437,947,182</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,455,548,676</u>	<u>1,271,194,055</u>
EQUITY			
Share capital	14	86,900,147	86,900,147
Investment revaluation reserve	15(a)	179,501,080	191,501,940
Retained earnings	15(b)	<u>1,162,632,337</u>	<u>978,134,571</u>
		<u>1,429,033,564</u>	<u>1,256,536,658</u>
NON-CURRENT LIABILITIES			
Lease liability	6(b)	10,667,520	11,381,323
Deferred tax liability	17	<u>15,847,592</u>	<u>3,276,074</u>
		<u>26,515,112</u>	<u>14,657,397</u>
TOTAL EQUITY AND NON-CURRENT LIABILITIES		<u>1,455,548,676</u>	<u>1,271,194,055</u>

The financial statements on pages 8 to 54 were approved for issue by the Board of Directors on July 18, 2022, and signed on its behalf by:



Dr. Dhiru Tanna Director



Lisa Kong-Lee Director

The accompanying notes form an integral part of the financial statements.

BLUE POWER GROUP LIMITED

Group Statement of Profit or Loss and Other Comprehensive Income
Year ended April 30, 2022

	<u>Notes</u>	<u>2022</u> \$	<u>2021</u> \$
Revenue	18	526,447,832	533,996,234
Cost of revenue	19	<u>(373,424,307)</u>	<u>(332,239,831)</u>
Gross profit		153,023,525	201,756,403
Impairment gain on trade receivables	9	1,343,953	7,518,377
Impairment gain on investment	7	1,706,591	747,900
Administrative and other expenses	19	<u>(191,191,267)</u>	<u>(152,194,861)</u>
		(35,117,198)	57,827,819
Other income	20 (a)	62,392,382	35,212,606
Gain on sale of investment property	20 (b)	145,640,235	-
Share of profit of associated company	13	<u>12,640,717</u>	<u>-</u>
Profit before net finance income and taxation		<u>185,556,136</u>	<u>93,040,425</u>
Finance income	21	26,605,210	43,412,785
Finance cost	21	<u>(3,067,313)</u>	<u>(2,113,696)</u>
Net finance income	21	<u>23,537,897</u>	<u>41,299,089</u>
Profit before taxation		209,094,033	134,339,514
Taxation	22	<u>(15,556,427)</u>	<u>(27,765,141)</u>
Profit for the year	23	<u>193,537,606</u>	<u>106,574,373</u>
Other comprehensive income:			
Items that may not be reclassified to profit or loss:			
Revaluation (loss)/gain on equity investments		<u>(12,000,860)</u>	<u>201,760,973</u>
Total comprehensive income		<u>181,536,746</u>	<u>308,335,346</u>
Earnings per stock unit	24	<u>0.34</u>	<u>0.19</u>

The accompanying notes form an integral part of the financial statements.

BLUE POWER GROUP LIMITED

Group Statement of Changes in Equity
Year ended April 30, 2022

	<u>Share capital</u> \$ (note 14)	<u>Investment revaluation reserve</u> \$ [note 15(a)]	<u>Retained earnings</u> \$ [note 15(b)]	<u>Total</u> \$
Balances at April 30, 2020	86,900,147	(10,259,033)	879,470,058	956,111,172
Total comprehensive income:				
Profit for the year	-	-	106,574,373	106,574,373
Fair value gain on investment	<u>-</u>	<u>201,760,973</u>	<u>-</u>	<u>201,760,973</u>
	-	201,760,973	106,574,373	308,335,346
Transactions with owners:				
Dividends paid (note 25)	<u>-</u>	<u>-</u>	<u>(7,909,860)</u>	<u>(7,909,860)</u>
Balances at April 30, 2021	86,900,147	191,501,940	978,134,571	1,256,536,658
Total comprehensive income:				
Profit for the year	-	-	193,537,606	193,537,606
Fair value loss on investment	<u>-</u>	<u>(12,000,860)</u>	<u>-</u>	<u>(12,000,860)</u>
	-	(12,000,860)	193,537,606	181,536,746
Transactions with owners:				
Dividends paid (note 25)	<u>-</u>	<u>-</u>	<u>(9,039,840)</u>	<u>(9,039,840)</u>
Balances at April 30, 2022	<u>86,900,147</u>	<u>179,501,080</u>	<u>1,162,632,337</u>	<u>1,429,033,564</u>

The accompanying notes form an integral part of the financial statements.

BLUE POWER GROUP LIMITED

Group Statement of Cash Flows Year ended April 30, 2022

	<u>Notes</u>	<u>2022</u> \$	<u>2021</u> \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the year		193,537,606	106,574,373
Adjustments for:			
Exchange gain on foreign currency balances		(6,102,957)	(21,552,155)
Depreciation and amortisation	4(a),5,6	23,268,184	17,523,972
Interest income	21	(20,502,253)	(21,860,631)
Dividend income	20	(4,079,570)	(2,279,784)
Gain on sale of investment	20	(25,720,000)	-
Share of profit in associated company	13	(12,640,717)	-
Interest expense	21	2,769,327	1,118,159
Gain on sale of investment property		(145,640,235)	-
Write-off on property, plant and equipment		12,802	448,832
Taxation	22	<u>15,556,427</u>	<u>27,765,141</u>
Cash generated before changes in working capital		20,458,614	107,737,907
Decrease/(increase) in current assets:			
Accounts receivable and prepayments		(65,801,201)	45,164,461
Inventories		(48,362,415)	(135,017,209)
Due from related company		15,602,539	(28,743,589)
Increase/(decrease) in current liability:			
Accounts payable		(<u>1,516,914</u>)	<u>23,991,028</u>
Cash (used)/generated from operations		(79,619,377)	13,132,598
Interest paid		(2,769,327)	(1,118,159)
Taxation paid		(<u>29,153,540</u>)	(<u>18,830,788</u>)
Net cash used by operating activities		(<u>111,542,244</u>)	(<u>6,816,349</u>)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	4(a)	(140,823,934)	(55,877,103)
Investments, net		(2,041,782)	(13,411,511)
Proceeds from sale of investment property		159,401,250	3,246,156
Proceeds from sale of investment		64,720,000	-
Proceeds from long-term receivable		-	25,000,000
Interest received		19,966,494	21,279,853
Dividend received		<u>4,079,570</u>	<u>2,279,784</u>
Net cash provided/(used) by investing activities		<u>105,301,598</u>	(<u>17,482,821</u>)
CASH FLOWS FROM FINANCING ACTIVITIES			
Revolving loan received	16	40,000,000	-
Revolving loan repaid		(20,000,000)	-
Dividends paid	25	(9,039,840)	(7,909,860)
Lease, net	6(d)	(<u>650,551</u>)	(<u>540,173</u>)
Net cash provided/(used) by financing activities		<u>10,309,609</u>	(<u>8,450,033</u>)
Net increase/(decrease) in cash and cash equivalents		4,068,963	(32,749,203)
Effects of exchange rate fluctuations on cash and cash equivalents		(937,410)	5,368,502
Cash and cash equivalents at beginning of year		<u>121,953,940</u>	<u>149,334,641</u>
Cash and cash equivalents at end of year	8	<u>125,085,493</u>	<u>121,953,940</u>

The accompanying notes form an integral part of the financial statements.