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Del Monte Foods, Inc.

Consolidated Financial Statements  
Period Ended July 31, 2016

(unaudited)



# Balance Sheet--IFRS

(\$ million)

	As of May 1, 2016 (unaudited)	As of July 31, 2016 (unaudited)
<b>Assets</b>		
Cash and cash equivalents	\$ 1.2	\$ 1.6
Trade accounts receivable, net of allowance	108.4	88.7
Inventories, net	770.4	929.2
Prepaid expenses and other current assets	21.8	22.5
Total current assets	901.8	1,041.9
Property, plant and equipment, net	466.0	470.6
Goodwill	204.6	204.6
Intangible assets	532.9	530.5
Other assets	104.4	115.4
Total assets	2,209.7	2,363.1
<b>Liabilities and Stockholder's Equity</b>		
Accounts payable, accrued expenses and deferred financing fees	287.1	387.2
Short-term borrowings	225.4	300.5
Current portion of long-term debt	7.1	5.3
Total current liabilities	519.6	693.0
Long-term debt, net of deferred financing fees	923.2	924.6
Deferred tax liabilities	1.1	1.1
Other noncurrent liabilities	155.2	152.6
Total liabilities	1,599.1	1,771.3
Common Stock		
Additional Paid-in-Capital	705.6	705.8
Accumulated other comprehensive income (loss)	(24.0)	(23.3)
Retained Earnings (accumulated deficit)	(70.9)	(90.8)
Total stockholder's Equity	610.7	591.8
Total liabilities and stockholders equity	\$ 2,209.7	\$ 2,363.1



# Income Statement--IFRS

(\$ million)

	(unaudited)		(unaudited)	
	Month Ended		Year to Date	
	August 2, 2015	July 31, 2016	August 2, 2015	July 31, 2016
Net sales	\$ 142.1	\$ 131.3	\$ 373.5	\$ 350.9
Cost of products sold	113.4	111.8	300.6	296.6
Gross Profit (loss)	28.7	19.5	72.9	54.4
Selling, general and administrative expense	28.3	23.8	73.2	65.2
Operating income (loss)	0.4	(4.3)	(0.3)	(10.8)
Interest expense	6.8	8.2	17.0	20.3
Other (income) expense, net	2.7	(0.3)	3.0	(0.5)
Income (loss) before income taxes	(9.1)	(12.1)	(20.3)	(30.6)
Income tax expense (benefit)	(3.5)	(5.7)	(7.8)	(10.7)
Net income (loss)	\$ (5.6)	\$ (6.4)	(12.6)	\$ (19.9)



# Adjustments to EBITDA

(\$ million)

	(unaudited)		(unaudited)	
	Month Ended		Year to Date	
	<u>August 2, 2015</u>	<u>July 31, 2016</u>	<u>August 2, 2015</u>	<u>July 31, 2016</u>
<i>Adjusted EBITDA Analysis</i>				
IFRS EBIT (Operating Inc less Other Expense)	\$ (2.2)	\$ (4.0)	\$ (3.3)	\$ (10.3)
Depreciation/ Amortization	3.8	3.9	10.8	9.9
Severance	0.1	3.4	0.3	3.4
Sager Creek Integration	-	1.5	-	1.5
Add backs	3.9	(0.5)	6.1	(0.5)
IFRS - EBITDA	5.5	4.4	13.9	4.0
IFRS/US GAAP accounting differences	0.8	(1.5)	2.3	0.6
US GAAP - Adjusted EBITDA	<u>6.3</u>	<u>2.9</u>	<u>16.2</u>	<u>4.6</u>



note 1: add back only PPE and Intangible Depr/amort- not financing related items

# Cash Flow--IFRS

(\$ million)

	(unaudited) Month Ended		(unaudited) Year to Date	
	August 2, 2015	July 31, 2016	August 2, 2015	July 31, 2016
Operating activities:				
Net income (loss)	\$ (5.6)	\$ (6.4)	\$ (12.6)	\$ (19.9)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:				
Depreciation, amortization, customer relationships and other	5.7	9.3	13.2	11.7
Stock Compensation	-	0.1	-	0.3
Gain/Loss on sale of assets	-	0.7	0.1	0.7
Interest expense	6.8	8.2	17.0	20.3
Changes in operating assets and liabilities	(59.8)	(44.5)	(178.6)	(52.0)
Net cash provide by (used in) operating activities	(52.9)	(32.6)	(160.8)	(39.0)
Investing activities:				
Acquisition of Sager Creek	-	-	-	-
Purchase of Consumer Products Business	-	0.1	-	0.1
Capital expenditures	(3.1)	(7.8)	(8.2)	(16.4)
Net cash used in investing activities	(3.1)	(7.8)	(8.2)	(16.4)
Financing activities:				
Proceeds from short-term borrowings	60.0	49.0	195.0	80.1
Payments on short-term borrowings	-	(5.1)	(10.0)	(5.1)
Principal payments on long-term debt	(1.8)	(1.8)	(1.8)	(1.8)
Interest paid	(0.9)	(1.0)	(13.6)	(17.6)
Payments of debt-related costs	(0.2)	-	(0.2)	-
Net cash provided by (used in) financing activities	57.1	41.1	169.3	55.7
Effect of exchange rate changes on cash and cash equivalents	(0.9)	(0.1)	0.0	0.0
Net change in cash and cash equivalents	0.2	0.6	0.3	0.4
Cash and cash equivalents at beginning of period	0.7	1.0	0.6	1.2
Cash and cash equivalents at end of period	\$ 0.9	\$ 1.6	\$ 0.9	\$ 1.6

