

Del Monte Foods Holdings Limited and Subsidiaries

Consolidated Financial Statements
Period Ended November 1, 2020

(unaudited)

Del Monte Foods Holdings Limited and Subsidiaries

Consolidated Balance Sheets - IFRS

(in millions)

	As of	As of
	May 3, 2020	November 1, 2020
	(unaudited)	(unaudited)
Assets		
Cash and cash equivalents	\$ 7.4	\$ 2.5
Trade accounts receivable, net of allowance	111.5	156.0
Inventories, net	391.1	608.0
Prepaid expenses and other current assets	67.7	40.4
Total current assets	<u>577.7</u>	<u>807.0</u>
Property, plant and equipment, net	367.6	342.6
Goodwill	204.6	204.6
Intangible assets	483.9	480.5
Other assets	152.4	153.1
Total assets	<u><u>1,786.1</u></u>	<u><u>1,987.9</u></u>
Liabilities and Stockholder's Equity		
Accounts payable and accrued expenses	328.9	372.2
Short-term borrowings	25.1	282.7
Current portion of long-term debt, net of deferred financing fees	665.6	-
Total current liabilities	<u>1,019.6</u>	<u>654.9</u>
Long-term debt, net of deferred financing fees	22.7	457.5
Deferred tax liabilities	1.1	1.4
Other noncurrent liabilities	421.0	171.0
Total liabilities	<u>1,464.4</u>	<u>1,284.8</u>
Common stock	-	-
Additional paid-in-capital	707.0	1,086.5
Accumulated other comprehensive loss (gain)	(0.7)	6.7
Retained earnings (accumulated deficit)	(384.5)	(390.1)
Total stockholder's equity	<u>321.7</u>	<u>703.1</u>
Total liabilities and stockholders equity	<u><u>\$ 1,786.1</u></u>	<u><u>\$ 1,987.9</u></u>

Del Monte Foods Holdings Limited and Subsidiaries

Consolidated Statements of Income (Loss) - IFRS

(in millions)

	(unaudited)		(unaudited)	
	Month to Date		Year to Date	
	October 27, 2019	November 1, 2020	October 27, 2019	November 1, 2020
Net sales	\$ 175.5	\$ 208.6	\$ 637.7	\$ 714.9
Cost of products sold	137.7	152.5	504.8	565.8
Gross profit	37.9	56.1	132.9	149.1
Selling, general and administrative expense	25.8	27.5	116.1	117.9
Other (income) expense, net	68.4	(1.7)	69.3	0.1
Operating income (loss)	(56.3)	30.3	(52.5)	31.1
Interest expense, net	9.2	8.5	47.8	42.1
Exchange (gain) loss	(0.1)	(0.8)	0.3	(1.9)
Income (loss) before income taxes	(65.3)	22.6	(100.6)	(9.1)
Income tax expense (benefit)	(15.7)	8.5	(24.6)	(3.5)
Net income (loss)	\$ (49.6)	\$ 14.1	\$ (76.1)	\$ (5.6)

Del Monte Foods Holdings Limited and Subsidiaries

Consolidated Statements of Income (Loss) - IFRS

(in millions)

	(unaudited)		(unaudited)	
	Month to Date		Year to Date	
	October 27, 2019	November 1, 2020	October 27, 2019	November 1, 2020
<i>Adjusted EBITDA Analysis</i>				
Net loss	\$ (49.6)	\$ 14.1	\$ (76.1)	\$ (5.6)
Net finance expense	9.2	8.5	47.8	42.1
Income taxes	(15.7)	8.5	(24.6)	(3.5)
Depreciation and amortization	9.2	7.7	26.7	35.3
EBITDA	\$ (46.9)	\$ 38.8	\$ (26.1)	\$ 68.3
Strategic initiatives expense (income)	68.4	(3.0)	71.8	(2.6)
Net gain on purchase of second lien loan	(0.4)	-	(0.8)	-
Lease amortization	(4.1)	(3.1)	(5.1)	(14.4)
Noncash pension costs	0.7	0.3	4.3	1.9
Product recall and other	0.0	-	0.1	-
Adjusted EBITDA	\$ 17.7	\$ 32.9	\$ 44.1	\$ 53.2
Strategic Initiatives expense (income)				
Severance costs	\$ 6.0	\$ (0.1)	\$ 7.1	\$ 0.3
Plant closures	69.4	(3.0)	71.7	(3.0)
Non-cash gains from amendment to pension and benefit plans	(7.0)	-	(7.0)	-
Other	-	-	-	-
Total	\$ 68.4	\$ (3.0)	\$ 71.8	\$ (2.6)

Del Monte Foods Holdings Limited and Subsidiaries

Consolidated Statements of Cashflow - IFRS

(in millions)

	(unaudited) Month to Date		(unaudited) Year to Date	
	October 27, 2019	November 1, 2020	October 27, 2019	November 1, 2020
Operating activities:				
Net income (loss)	\$ (49.6)	\$ 14.1	\$ (76.1)	\$ (5.6)
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization	9.2	7.7	26.7	35.3
Other non-cash items	25.0	8.3	17.3	(1.1)
Gain/loss on sale of assets	0.0	(2.8)	1.5	(2.8)
Interest expense	9.4	8.5	48.1	42.1
Changes in operating assets and liabilities	(3.5)	(68.1)	(153.4)	(236.0)
Net cash provided by (used in) operating activities	<u>(9.5)</u>	<u>(32.4)</u>	<u>(136.0)</u>	<u>(168.1)</u>
Investing activities:				
Net proceeds on disposal of assets	(0.0)	0.0	0.5	2.4
Capital expenditures	(2.1)	(1.4)	(5.2)	(8.1)
Net cash provided by (used in) investing activities	<u>(2.1)</u>	<u>(1.4)</u>	<u>(4.7)</u>	<u>(5.7)</u>
Financing activities:				
Proceeds from short-term borrowings	40.5	49.8	214.8	340.0
Proceeds from additional paid-in-capital	-	0.0	-	379.5
Proceeds from bonds payable	-	-	-	500.0
Payments on short-term borrowings	-	(15.0)	(14.5)	(745.7)
Principal payments on long-term debt	-	-	(3.6)	(260.0)
Principal payments on lease liabilities	(14.4)	(2.8)	(14.4)	(15.8)
Interest paid	(4.8)	(2.2)	(32.6)	(12.2)
Payments of debt-related costs	-	(0.4)	-	(16.9)
Net cash provided by (used in) financing activities	<u>21.3</u>	<u>29.4</u>	<u>149.7</u>	<u>169.0</u>
Effect of exchange rate changes on cash and cash equivalents	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in cash and equivalents	9.7	(4.4)	9.1	(4.9)
Cash and cash equivalents at beginning of period	2.2	6.9	2.9	7.4
Cash and cash equivalents at end of period	<u>\$ 12.0</u>	<u>\$ 2.5</u>	<u>\$ 12.0</u>	<u>\$ 2.5</u>