

**ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS OF THE SUGAR  
INDUSTRY AUTHORITY FOR THE CROP-YEAR 2016/17**

The matter for tabling in the Houses of Parliament is the Report with the audited financial statements of the Sugar Industry Authority (SIA) for the year ended 31<sup>st</sup> October, 2017. This report is being tabled in accordance with the provisions of paragraph 16 (2) of the Third Schedule of the Sugar Industry Control Act.

**2. PRODUCTION**

**Selected Production Statistics for the 2015/16 and 2016/17 Crops**

	2015/16	2016/17
Cane Milled ('000 tonnes)	1,118	1,131
Farmers	619	644
Estates	499	487
96 <sup>0</sup> Sugar production ('000 tonnes)	82.85	87.98
Hectares Reaped ('000)	21.14	19.50
Tonnes cane/hectare	52.89	58.00
Tonnes cane/tonne sugar – (TC/TS) ratio	13.49	12.86
Tonne sugar/hectare	3.92	4.51

Cabinet should note that for the 2016/17 crop year a total of 87,978 tonnes of 96<sup>0</sup> sugar was produced. This figure represents an increase of 6% over the previous year's production of 82,855 tonnes.

**3. PRICES**

The total price paid per tonne to growers and manufacturers for 2016/17 increased by 28% from \$56,051 to \$71,895. This figure when disaggregated represents \$44,575 (62%) for cane growers and \$27,320 (38%) for sugar manufacturers.

**4. MARKETING & EXPORTS**

Total sugar exported for 2016/17 was 34,967 tonnes valued at US\$17,172,000. This represented a slight decrease in both volume and value of 8.09% and 0.74% respectively. A breakdown of the export figures revealed that 24,136 tonnes valued at US\$8,745,000 went to the European Union (EU), 11,222 tonnes valued at US\$5,158,000 was shipped to the United States and the remaining 4,745 tonnes valued at US\$3, 269,000 was shipped to CARICOM and other markets.

**Local Sales of Raw Sugar**

The amount of locally produced raw sugar sold on the domestic market during the 2016/17 crop-year was 43,824 tonnes; highlighting a reduction of 3,564 tonnes or a 7% decrease when compared to the 2015/16 crop-year. It is important to note that 2,000 tonnes of brown sugar was imported to replace sugar inventories damaged as a result of flooding.

## 5. ANALYSIS OF INCOME & EXPENDITURE

Total income was reduced by 1.40% (J\$7,936,842) from J\$567,298,204 to J\$559,361,362. Expenses were reduced from J\$517, 592,759 to J\$474, 640,427 or 8.30% (J\$42, 952,332) for the financial year 2017. The reduction in income was primarily due to a decline in Cess collected.

Reported surplus for the financial year ended October 31<sup>st</sup>, 2017 was J\$84. 7 million compared to J\$49.7 million which occurred in the previous year; this represented an increase of J\$35,015,490 or 70.45%.

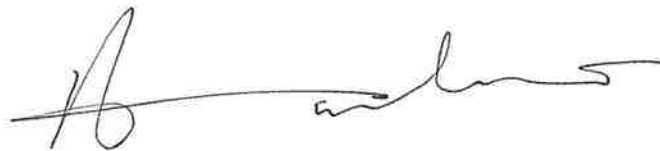
## 6. AUDITOR'S REPORT

The accounts were audited by Crowe Horwath Jamaica, Chartered Accountants. The auditors have stated that in their opinion, the financial statements gave a true and fair view of the financial position of the Sugar Industry Authority as at October 31, 2017 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the Sugar Industry Control Act.

## 7. SALARIES AND EMOLUMENTS

The compensation of the directors and senior executives are set out in appendices I and II respectively.

8. The Annual Report of the Sugar Industry Authority is hereby submitted for tabling in the Houses of Parliament in accordance with the provisions of paragraph 16 (2) of the Third Schedule of the Sugar Industry Control Act.



Audley Shaw, C.D., M.P  
Minister of Industry, Commerce, Agriculture and Fisheries  
December 19, 2018

**SUGAR INDUSTRY AUTHORITY**  
**DIRECTORS COMPENSATION 2016/2017**

<b>NAMES OF DIRECTORS</b>	<b>Fees (\$)</b>	<b>Motor Vehicle Upkeep (\$)</b>	<b>Honoraria (\$)</b>	<b>All Other Compensation Including Non-Cash Benefits as Application (\$)</b>	<b>Total (\$)</b>
Mr. Phillip Henriques - Chairman	349,600.00	-	-	-	349,600.00
Dr. Horece Charoo	176,250.00	-	-	-	176,250.00
Mr. Allan Richards	257,850.00	-	-	-	257,850.00
Mr. Peter McConnell	86,250.00	-	-	-	86,250.00
Mr. Kavan Gayle	308,500.00	-	-	-	308,500.00
Dr. Derrick Deslandes	98,000.00	-	-	-	98,000.00
Ms. Stephanie Muir	88,000.00	-	-	-	88,000.00
<b>Total</b>	<b>1,364,450.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,364,450.00</b>



**SUGAR INDUSTRY AUTHORITY**  
**SENIOR EXECUTIVE COMPENSATION 2016/2017**

Position of Senior Executive	Year	Salary (\$)	Gratuity (\$)	Motor Vehicle Upkeep (\$)	Pension or Other Retirement Benefits (\$)	Other Allowances (\$ (Lunch Allowance))	Non-Cash Benefits (\$)	Total (\$)
Chief Executive Officer	2016/17	6,458,744.64	1,614,686.16	1,341,612.00	-	-	-	9,415,042.80
Director, HR & Administration	2016/17	4,665,215.04	-	1,341,612.00	466,521.50	74,084.40		6,547,432.94
Financial Controller	2016/17	4,914,465.96	1,228,616.49	1,341,612.00	-	74,084.40		7,558,778.85
Director, Industry Regulations	2016/17	4,665,215.04	1,166,303.76	1,341,612.00	-	74,084.40		7,247,215.20
Acting Director of Research	2016/17	4,665,215.04	-	1,341,612.00	466,521.50	74,084.40		6,547,432.94
<b>Total</b>		<b>25,368,855.72</b>	<b>4,009,606.41</b>	<b>6,708,060.00</b>	<b>933,043.00</b>	<b>296,337.60</b>		<b>37,315,902.73</b>

