

Note 24. Supplemental information

Components of income and expenses included in the consolidated statement of income:

(Amounts in \$000s)	January 2, 2016	January 3, 2015
Included in finance costs:		
Interest expense on bank loans	\$ 1,622	\$ 2,325
Interest expense on long-term debt	13,993	13,203
Interest rate hedge	(641)	(103)
Deferred financing charges	562	577
Revaluation of embedded derivative	—	259
Accelerated amortization of financing costs and other items resulting from debt refinancing and amendment activities	—	851
Interest on letter of credit for SERP	145	285
Fair market value accretion on acquisition	354	—
Foreign exchange loss	212	172
Total finance costs	\$ 16,247	\$ 17,569
Foreign exchange (gain) loss included in:		
Cost of sales	\$ (3,326)	\$ (27)
Finance costs	212	172
Total foreign exchange (gain) loss	\$ (3,114)	\$ 145
Losses (gains) on disposal of assets included in:		
Cost of sales	\$ 433	\$ 586
Distribution expenses	34	61
Selling, general and administrative expenses	(138)	34
Total losses on disposal of assets	\$ 329	\$ 681
Employee compensation and benefit expense:		
Wages and salaries (including payroll benefits)	\$ 98,915	\$ 116,161
Future employee benefit costs	4,199	3,596
Share-based payment expense	1,119	3,329
Termination benefits	2,609	958
Short-term employee benefits	(326)	(1,188)
Total employee compensation and benefit expense	\$ 106,516	\$ 122,856

Note 25. Comparative figures

Comparative figures on the consolidated statement of financial position have been reclassified to reflect adjustments made to the Atlantic Trading business combination purchase price allocation (*Note 4*). Certain other comparative figures have also been reclassified to conform to the current period's presentation.

Note 26. Events after the reporting period

On February 17, 2016, the Company announced it will cease value-added fish operations at its facility in New Bedford, Massachusetts to reduce excess capacity across its manufacturing network. This change does not impact the scallop-processing operations also located at the New Bedford facility. Operations of the value-added fish operations will cease by the end of the third quarter of 2016 with production transitioning to the Company's other manufacturing facilities. The Company is not able to estimate the full impact this transaction will have on its financial statements given the uncertainty surrounding the long-term plans for the scallop-processing operations. However, as at January 2, 2016, the net book value of equipment associated with the value-added fish operations was approximately \$6.1 million and the Company expects to incur approximately \$5.0 million in pre-tax one-time costs relating to the transfer of assets, cessation of employment at the plant, write-down of inventory and other costs.