

Cave Shepherd & Co. Ltd.

CAVE SHEPHERD & CO. LIMITED

Consolidated Balance Sheet

As at September 30, 2009

(With comparatives as at December 31, 2008 and September 30, 2008)

	(Unaudited) September 30, 2009	(Audited) December 31, 2008	(Audited) September 30, 2008
	\$	\$	\$
Current Assets			
Cash and cash equivalents	14,030,167	17,142,663	14,188,620
Financial assets held for trading	14,639,046	11,811,902	8,171,086
Trade and other receivables and prepayments	13,870,192	17,603,026	16,224,014
Inventories	6,630,946	6,578,022	6,154,898
Other current assets	6,546,686	7,147,459	4,523,403
	<u>55,717,037</u>	<u>60,283,072</u>	<u>49,262,021</u>
Current Liabilities			
Trade and other payables	3,577,253	3,866,319	3,709,880
Other current liabilities	2,439,014	5,688,595	2,310,750
	<u>6,016,267</u>	<u>9,554,914</u>	<u>6,020,630</u>
Working Capital	<u>49,700,770</u>	<u>50,728,158</u>	<u>43,241,391</u>
Investment in Associates and at Fair Value through Profit and Loss	70,959,063	74,589,161	81,527,949
Intangible Assets and Goodwill	13,734,824	13,348,124	11,885,950
Investment Property	2,519,446	2,519,446	-
Property, Plant and Equipment	2,316,410	2,507,893	2,707,060
Loan due by associate	10,400,000	10,400,000	11,920,000
Other Long Term Assets	627,649	627,649	724,004
Fixed Income Certificates Payable and Other Long Term Liabilities	<u>-23,253,524</u>	<u>-20,561,676</u>	<u>-18,000,843</u>
	<u>127,004,638</u>	<u>134,158,755</u>	<u>134,005,511</u>
Capital and Reserves attributable to the equity holders of the company			
Share capital	39,584,581	39,584,581	39,660,346
Retained earnings	81,701,442	89,380,051	92,243,477
	<u>121,286,023</u>	<u>128,964,642</u>	<u>131,903,823</u>
Non-controlling interest	5,718,615	5,194,113	2,107,588
	<u>127,004,638</u>	<u>134,158,755</u>	<u>134,005,511</u>

CAVE SHEPHERD & CO. LIMITED

Consolidated Statement of Income

For the Nine Months Ended September 30, 2009

(With comparatives as at December 31, 2008 and September 30, 2008)

	September 30, 2009	September 30, 2008
	\$	\$
Income		
Gross profit from retail operations	2,159,230	4,150,878
Investment and interest income	6,087,099	14,236,978
Total Income	<u>8,246,329</u>	<u>18,387,856</u>
Net Operating (Loss)/Profit	<u>-1,642,297</u>	<u>8,107,685</u>
Share of Results of Associates	-2,780,318	4,276,540
(Loss)/Income Before Taxation	<u>-4,422,615</u>	<u>12,384,225</u>
Corporation Tax	611,014	806,334
Net (Loss)/Income for the Period	<u>5,033,629</u>	<u>11,577,891</u>
Attributable to:		
Equity holders of the company	-5,568,131	10,935,613
Non-controlling interest	524,502	642,278
	<u>-5,033,629</u>	<u>11,577,891</u>
Earnings per share (EPS) - basic and fully diluted	(\$0.30)	\$0.58

DIRECTORS' STATEMENT

The Group recorded a loss for the first nine months of the financial year of \$5.0 million as trading conditions in our retail operations continued to be difficult in the third quarter. The upcoming final quarter is usually stronger for retail as it encompasses the start of the Caribbean tourism season as well as traditional Christmas spending, and so we expect to recover somewhat from our current loss position.

Our financial services businesses continue to perform well and remain financially sound.

Our Balance Sheet confirms the strong cash and working capital management that continues to be exercised within the Group. Cash reserves of \$14.0 million are almost the same as prior year, and Net Working Capital of \$49.7 million is up \$6.5 million compared to the same period last year.

On a cautiously optimistic note, the economic news from our major visitor markets is more positive than it has been for some time, although there is still a degree of uncertainty surrounding the speed and sustainability of the recovery of those economies. This gives us reason to hope that the worst is behind us for our travel retail business and next year will be a better one for our Group.

Geoffrey Cave

R. Geoffrey Cave
Chairman

John M. B. Williams

John M. B. Williams
Chief Executive Officer

18 November 2009