

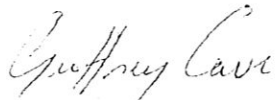


<b>CAVE SHEPHERD &amp; CO. LIMITED</b>		
<b>Consolidated Statement of Income</b>		
<b>For the Nine Months Ended September 30, 2008</b>		<b>(UNAUDITED)</b>
<i>(With comparatives for the nine months ended September 30, 2007)</i>		
	<b>2008</b>	<b>2007</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
Gross profit from retail operations	4,150,878	4,593,366
Investment and interest income	14,236,978	9,781,424
<b>Total Income</b>	<b>18,387,856</b>	<b>14,374,790</b>
<b>Net Operating Profit</b>	<b>8,107,685</b>	<b>4,487,991</b>
Share of Results of Associates	4,276,540	6,372,726
<b>Income Before Taxation</b>	<b>12,384,225</b>	<b>10,860,717</b>
Corporation Tax	806,334	630,407
<b>Net Income for the Period</b>	<b>11,577,891</b>	<b>10,230,310</b>
Attributable to:		
Equity holders of the parent	10,935,613	10,230,310
Minority interest	642,278	0
	<b>11,577,891</b>	<b>10,230,310</b>
Earnings per share	<b>\$0.58</b>	<b>\$0.54</b>

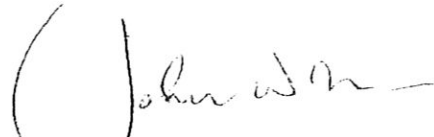
Net income for the nine month period was \$11.6 million compared to \$10.2 million for the same period in 2007. This equates to an earnings per share (EPS) of \$0.58 compared to an EPS of \$0.54 for the same period in the prior year. There is a favourable differential, arising from unusual or one-off items, equivalent to approximately EPS \$0.10 within the current period's results.

Looking to the future, the economic outlook is challenging and the Duty Free Caribbean retail operations are already experiencing the negative impact of financial crisis in the rest of the world, particularly relating to the Caribbean's main visitor markets of the United States and United Kingdom. We expect these operations, and consequently our financial results, to continue to be adversely affected for the remainder of the year and into 2009.

Management is making the appropriate plans and taking the steps necessary to meet the likely difficult times ahead, and as we noted in the conclusion to our 2008 Annual Report, we are confident that we have the financial strength, management experience and quality of product to weather the events as they unfold.



**R. Geoffrey Cave**  
Chairman



**John-M. B. Williams**  
Chief Executive Officer

November 19, 2008