

Consolidated Balance Sheet

As at June 30, 2012

(With comparatives as at June 30, 2011)

	(Unaudited) June 30 2012 \$	(Unaudited) June 30 2011 \$	(Audited) December 31 2011 \$
Current Assets			
Cash and cash equivalents	13,116,888	13,668,449	14,765,043
Financial assets held for trading	29,769,334	27,508,454	29,399,929
Trade and other receivables and prepayments	15,908,308	14,945,505	19,146,113
Inventories	321,576	4,985,388	4,845,896
Other current assets	12,825,900	4,009,493	9,813,333
	71,942,006	65,117,289	77,970,314
Current Liabilities			
Trade and other payables	4,533,223	4,907,204	5,036,194
Other current liabilities	6,304,100	3,549,401	12,746,066
	10,837,323	8,456,605	17,782,260
Working Capital	61,104,683	56,660,684	60,188,054
Investment in Associates and at Fair Value through Profit and Loss	71,099,911	68,722,990	70,654,727
Intangible Assets and Goodwill	4,996,033	5,840,433	5,418,233
Investment Property	-	2,560,000	-
Property, Plant and Equipment	923,184	1,151,288	1,012,415
Loan due by associate	5,800,000	8,560,000	5,800,000
Other Long Term Assets	905,192	903,242	905,192
Fixed Income Certificates Payable and Other Long Term Liabilities	(31,861,453)	(27,554,842)	(30,493,972)
	112,967,550	116,843,795	113,484,649
Capital and Reserves attributable to the equity holders of the company			
Share capital	38,689,673	38,896,379	38,689,673
Share option reserve	52,506	-	52,506
Retained earnings	70,735,808	74,798,962	71,509,425
	109,477,987	113,695,341	110,251,604
Non-controlling interest	3,489,563	3,148,454	3,233,045
	112,967,550	116,843,795	113,484,649

DIRECTORS' STATEMENT

Report to the Financial Statements - Six months ended June 30, 2012

For the first six months of the 2012 financial year, the Group recorded a loss attributable to equity holders of the company of \$(0.8) million compared to a profit of \$0.4 million for the same period last year. This represents earnings per share (EPS) of negative \$(0.04) compared to a positive \$0.02 for the comparable period in the prior year.

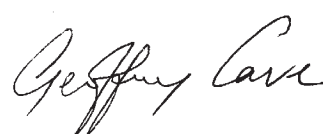
The Group's six month results include unrealized losses on our investments held for trading of \$0.9 million compared to a loss of \$0.3 million recorded in the prior year. This resulted from the decline in the stock market value of our overseas and local investments, including the complete write down of our investment in Almond Resorts Inc. As noted in our last report, we decided to close our retail operations in Tortola due to economic downturn affecting that territory, and as a result we have recorded \$0.6 million in closing costs. The reduction in inventory is also a consequence of this closure.

Our principal retail associate, Duty Free Caribbean Holdings, which has locations throughout the Caribbean, has experienced a modest decline in sales as a result of reduced visitor numbers as well as low domestic activity. In the ongoing process of containing expenses, this company undertook a voluntary redundancy program the majority of the cost of which was expensed in June. The outcome of these combined factors was that this business recorded a lower result and this is the main reason for the Share of Results of Associates reflecting a profit of \$0.9 million compared to a prior period profit of \$1.1 million.

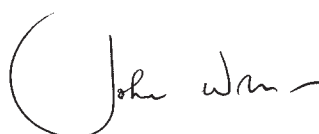
Our financial services businesses continue to perform well, showing acceptable results for the period.

Our Balance Sheet remains strong with healthy reserves and good liquidity. We have maintained our interim dividend of 10 cents per share.

The level of economic activity in the Caribbean islands where we do business remains subdued. Tourism spending is restrained as is economic activity in the domestic sector. We are hopeful of an upturn in the coming winter season but in the meantime continue to run our businesses prudently with a strong emphasis on expense control and management of working capital.



R. Geoffrey Cave
Chairman
20 August 2012



John M. B. Williams
Chief Executive Officer

Consolidated Statement of Comprehensive Income

For the Six Months Ended June 30, 2012

(With comparatives for the six months ended June 30, 2011)

	(Unaudited) June 30 2012 \$	(Unaudited) June 30 2011 \$	(Audited) December 31 2011 \$
Income			
Revenue from operations	7,503,140	8,190,880	15,838,781
Other gains	100,624	(264)	315,213
	7,603,764	8,190,616	16,153,994
Expenses			
Other operating expenses	7,875,538	7,278,336	12,964,952
Depreciation, amortisation and impairment	647,007	683,274	1,363,327
	8,522,545	7,961,610	14,328,279
Net Operating (Loss)/Profit	(918,781)	229,006	1,825,715
Share of Results of Associates	866,609	1,120,845	1,053,229
(Loss)/Income before Taxation	(52,172)	1,349,851	2,878,944
Corporation Tax	(464,927)	(455,693)	(993,938)
Net (Loss)/Income for the Period	(517,099)	894,158	1,885,006
Attributable to:			
Equity holders of the company	(773,617)	430,031	1,073,788
Non-controlling interest	256,518	464,127	811,218
	(517,099)	894,158	1,885,006
Earnings per share (EPS) - basic and fully diluted	\$(0.04)	\$0.02	\$0.06

Consolidated Statement of Changes in Equity

For the Six Months Ended June 30, 2012

(With comparatives for the six months ended June 30, 2011)

	Attributable to equity holders of the Company:			Non-controlling Interest	Total
	Share Capital \$	Retained Earnings \$	Share Option Reserve \$		
(Unaudited)				\$	\$
Balance as at December 31, 2010	39,113,043	74,626,932	-	5,084,327	118,824,302
Total comprehensive income for the period	-	430,031	-	464,127	894,158
	39,113,043	75,056,963	-	5,548,454	119,718,460
Dividends paid to non-controlling interest	-	-	-	(2,400,000)	(2,400,000)
Repurchase of shares	(216,664)	(258,001)	-	-	(474,665)
Balance as at June 30, 2011	38,896,379	74,798,962	-	3,148,454	116,843,795
(Audited)					
Balance as at December 31, 2010	39,113,043	74,626,932	-	5,084,327	118,824,302
Total comprehensive income for the year	-	1,073,788	-	811,218	1,885,006
	39,113,043	75,700,720	-	5,895,545	120,709,308
Dividends	-	(3,687,700)	-	-	(3,687,700)
Dividends paid to non-controlling interest	-	-	-	(2,662,500)	(2,662,500)
Employee share options	-	-	52,506	-	52,506
Repurchase of shares	(423,370)	(503,595)	-	-	(926,965)
Balance as at December 31, 2011	38,689,673	71,509,425	52,506	3,233,045	113,484,649
(Unaudited)					
Balance as at December 31, 2011	38,689,673	71,509,425	52,506	3,233,045	113,484,649
Total comprehensive income for the period	-	(773,617)	-	256,518	(517,099)
Balance as at June 30, 2012	38,689,673	70,735,808	52,506	3,489,563	112,967,550

Consolidated Statement of Cash Flows

For the Six Months Ended June 30, 2012

(With comparatives for the six months ended June 30, 2011)

	(Unaudited) June 30 2012 \$	(Unaudited) June 30 2011 \$	(Audited) December 31 2011 \$
Cash flows from operating activities			
Net cash from operating activities	(338,290)	2,102,874	5,291,175
Cash flows from investing activities			
Net cash from investing activities	(837,941)	(5,244,065)	(7,679,907)
Cash flows from financing activities			
Net cash from financing activities	(471,924)	(2,358,583)	(2,014,448)
Net decrease in cash and cash equivalents	(1,648,155)	(5,499,774)	(4,403,180)
Net cash at beginning of year	14,765,043	19,168,223	19,168,223
Net cash at end of year	13,116,888	13,668,449	14,765,043