

DEEP RIVER - BEAU CHAMP LIMITED AND ITS SUBSIDIARIES
UNAUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE PERIOD ENDED DECEMBER 31, 2008

ABRIDGED INCOME STATEMENTS

	THE GROUP				THE COMPANY			
	Unaudited 3 Months to 31-Dec-08	Unaudited 6 Months to 31-Dec-08	Unaudited 3 Months to 31-Dec-07	Restated Unaudited 6 Months to 31-Dec-07	Unaudited 3 Months to 31-Dec-08	Unaudited 6 Months to 31-Dec-08	Unaudited 3 Months to 31-Dec-07	Unaudited 6 Months to 31-Dec-07
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
TURNOVER	1,148,646	2,349,086	737,915	1,732,693	188,046	380,914	115,391	387,779
Profit before finance costs	335,285	653,795	113,034	409,561	103,309	149,589	13,284	135,627
Finance costs	(61,566)	(116,624)	(60,358)	(147,669)	(60)	(19,357)	(4,063)	(27,718)
Share of result of joint ventures	17,129	13,431	6,621	6,696	-	-	-	-
Share of result of associated companies	33,598	45,032	55,543	56,400	-	-	-	-
Profit before tax	324,445	595,634	114,840	324,989	103,249	130,232	9,221	107,909
Taxation	(50,603)	(141,776)	(25,898)	(53,925)	(1,378)	(8,091)	(6,711)	(11,926)
Profit for the year	273,842	453,858	88,942	271,064	101,871	122,141	2,510	95,983
Attributable to:								
Equity holders of the company	225,375	299,476	77,747	213,264	101,871	122,141	2,510	95,983
Minority interest	48,467	154,381	11,195	57,800	-	-	-	-
	273,842	453,858	88,942	271,064	101,871	122,141	2,510	95,983
DATA PER SHARE								
EARNINGS PER SHARE - Rs	25.39	33.78	8.66	24.01	11.39	13.69	0.14	10.73
NET ASSETS PER SHARE - Rs	356.79	356.79	326.75	326.75	372.58	372.58	370.99	370.99
DIVIDENDS PER SHARE - Interim - Rs	-	-	-	-	2.40	2.40	2.40	2.40
NUMBER OF SHARES USED IN CALCULATION ('000)	9,360	9,360	9,360	9,360	9,360	9,360	9,360	9,360

STATEMENT OF CHANGES IN EQUITY

THE GROUP	Attributable to equity holders of the company						
	Share Capital	Revaluation and other reserves	Retained Earnings	Total	Other Loans	Minority Interest	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2008	93,600	1,084,183	1,959,901	3,137,684	217,460	906,994	4,262,138
Fair value adjustment	-	(4,040)	-	(4,040)	-	-	(4,040)
Received during the period	-	-	-	-	11,730	-	11,730
Profit for the period	-	-	299,476	299,476	-	154,381	453,858
Dividends	-	-	(22,464)	(22,464)	-	(34,743)	(57,207)
Translation difference	-	(71,117)	-	(71,117)	-	46,687	(24,430)
Balance at December 31, 2008	93,600	1,009,026	2,236,913	3,339,539	229,190	1,073,320	4,642,050
Balance at July 1, 2007	93,600	1,146,695	1,688,111	2,928,406	101,996	906,752	3,937,154
Fair value adjustment	-	(12,549)	-	(12,549)	-	-	(12,549)
Received during the period	-	-	-	-	126,924	-	126,924
Profit for the period	-	-	213,264	213,264	-	57,800	271,064
Dividends	-	-	(22,464)	(22,464)	-	-	(22,464)
Movement in translation and other reserves	-	(33,346)	40,115	6,769	-	(7,614)	(845)
Deconsolidation of joint venture	-	-	-	-	(101,621)	-	(101,621)
Balance at December 31, 2007 - Restated	93,600	1,100,800	1,919,026	3,113,426	127,299	956,938	4,197,663
THE COMPANY	Share Capital	Revaluation and other reserves	Retained Earnings	Total			
	Rs'000	Rs'000	Rs'000	Rs'000			
Balance at July 1, 2008	93,600	1,129,121	2,164,984	3,387,705			
Retained profit for the period	-	-	122,141	122,141			
Dividends	-	-	(22,464)	(22,464)			
Balance at December 31, 2008	93,600	1,129,121	2,264,660	3,487,381			
Balance at July 1, 2007	93,600	1,137,228	2,179,889	3,410,717			
Decrease in fair value of available-for-sale investments	-	(12,549)	-	(12,549)			
Translation difference	-	6,475	-	6,475			
Retained profit for the period	-	-	95,983	95,983			
Dividends	-	-	(22,464)	(22,464)			
Balance at December 31, 2007	93,600	1,131,154	2,253,408	3,478,162			

ABRIDGED BALANCE SHEETS AS AT

	THE GROUP		THE COMPANY	
	Unaudited 31-Dec-08	Audited 30-Jun-08	Unaudited 31-Dec-08	Audited 30-Jun-08
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS EMPLOYED				
Non-current assets				
Property, plant and equipment	4,264,696	4,089,333	1,371,575	1,325,676
Land-projects	11,050	11,484	-	-
Investment property	1,060	1,073	-	-
Intangible assets	44,431	-	33,400	33,400
Investment in subsidiary companies	-	-	420,790	420,790
Investment in associated companies	287,556	277,443	7,049	7,050
Investment in joint ventures	167,521	250,534	355,840	355,841
Investment in securities	61,350	69,660	47,925	52,194
Deposit on investment	115,924	90,924	115,924	90,924
Bearer biological assets	194,659	171,520	71,397	69,895
Deferred expenditure and other non current receivables	1,448,514	1,046,727	1,468,503	1,162,760
	6,596,761	6,008,698	3,892,403	3,518,530
Current assets	2,027,864	1,770,091	727,958	753,874
Total assets	8,624,625	7,778,789	4,620,361	4,272,404
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	93,600	93,600	93,600	93,600
Revaluation and other reserves	1,009,026	1,084,183	1,129,121	1,129,121
Retained earnings	2,236,913	1,959,901	2,264,660	2,164,984
Shareholders' interests	3,339,539	3,137,684	3,487,381	3,387,705
Loans	229,190	217,460	-	-
Minority interests	1,073,320	906,994	-	-
	4,642,049	4,262,138	3,487,381	3,387,705
Non-current liabilities				
Borrowings	737,160	761,006	243,846	235,496
Deferred tax liabilities	525,979	394,602	-	-
Retirement benefit obligations	139,406	117,887	70,761	70,761
	1,402,546	1,273,495	314,607	306,257
Current liabilities	2,580,030	2,243,156	818,373	578,442
Total equity and liabilities	8,624,625	7,778,789	4,620,361	4,272,404

ABRIDGED CASH FLOW STATEMENTS

	THE GROUP		THE COMPANY	
	Unaudited 6 Months to 31-Dec-08	Unaudited 6 Months to 31-Dec-07	Unaudited 6 Months to 31-Dec-08	Unaudited 6 Months to 31-Dec-07
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash flow from operating activities	634,579	104,652	184,446	(115,478)
Net cash flow from investing activities	(693,269)	(1,057,062)	(332,717)	(277,193)
Net cash flow from financing activities	(98,554)	509,009	(49,174)	286,024
Net decrease in cash and cash equivalents	(157,243)	(443,402)	(197,445)	(106,647)
Cash and cash equivalents at July 1	(1,357,905)	(1,192,464)	(191,011)	102,555
Cash and cash equivalents at December 31	(1,515,148)	(1,635,866)	(388,456)	(4,092)

Turnover and profitability

Despite the 12% reduction in the EU sugar prices for the crop 2008, the Group turnover increased by 36% to Rs 2,349M for the period to December 2008 compared to the corresponding period last year.

Profit attributable was also up by Rs 86M to Rs 299.5M for the period under review. These increases are mainly due to TPC Ltd, the Tanzanian sugar plant, which posted a good six months of operation with production and sales increasing by 32% and 62% respectively compared to the same period in the prior year.

Outlook

In view of the seasonality of the Group's operations, most of the profit to be generated for the financial year to June 2009 has already been realised and accounted for at mid year end. This, in both the sugar and energy sectors of the Group.

Moreover, the current worldwide economic and financial crisis is having a direct negative impact on the property sales and hotel operations. If these conditions persist, this will have an adverse effect on the profitability of the Group going forward. The Board of Directors is doing its utmost to find acceptable solutions so as to alleviate, as much as possible, those potential adverse effects.

By order of the Board

CIEL Corporate Services Ltd
Secretaries

February 13, 2009

The abridged quarterly financial statements of Deep River-Beau Champ Limited are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended June 30, 2008.

Copies of the quarterly report are available, free of charge, at the registered office of the Company, 5th Floor, Ebène Skies, Rue de l'Institut, Ebène.

These abridged quarterly financial statements are issued pursuant to DEM rule 17 and the Securities Act 2005.

The statement of direct and indirect interests of Insiders, pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, is available free of charge, at the registered office of the Company.

The Board of Directors of Deep River-Beau Champ Limited accepts full responsibility for the accuracy of the information contained in this report.