

DEEP RIVER - BEAU CHAMP LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2009

CONDENSED STATEMENT OF FINANCIAL POSITION - SEPTEMBER 30, 2009

	THE GROUP		THE COMPANY	
	Unaudited 30 Sep 09 Rs'000	Unaudited Restated 30 Jun 09 Rs'000	Unaudited 30 Sep 09 Rs'000	Audited 30 Jun 09 Rs'000
ASSETS EMPLOYED				
Non-current assets				
Property, plant and equipment	7,795,625	7,915,550	4,991,994	4,982,023
Land-projects	11,215	11,512	-	-
Investment property	1,225	1,231	-	-
Intangible assets	44,340	44,382	33,400	33,400
Investment in subsidiary companies	-	-	475,079	475,079
Investment in associated companies	112,271	112,293	-	-
Investment in joint ventures	530,463	526,571	913,387	913,387
Investment in securities	61,018	60,861	40,606	40,606
Deposit on investment	12,000	5,000	12,000	5,000
Bearer biological assets	226,856	242,463	93,731	89,709
Deferred expenditure and other non current receivables	2,279,183	2,682,473	1,603,173	1,605,539
	11,074,196	11,602,337	8,163,370	8,144,543
Current assets	2,244,950	2,116,134	549,945	424,438
Total assets	13,319,146	13,718,471	8,713,315	8,568,981
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	93,600	93,600	93,600	93,600
Revaluation and other reserves	4,693,320	4,766,341	4,725,323	4,725,323
Retained earnings	2,143,384	1,934,807	2,652,776	2,589,251
Shareholders' interests	6,930,304	6,794,748	7,471,699	7,408,174
Loans	64,394	68,010	-	-
Non-controlling interests	1,201,087	1,204,465	-	-
	8,195,785	8,067,223	7,471,699	7,408,174
Non current liabilities				
Borrowings	1,481,612	746,554	209,053	226,048
Deferred tax liabilities	545,274	555,587	14,846	2,406
Retirement benefit obligations	146,192	144,368	79,027	77,470
	2,173,078	1,446,509	302,926	305,924
Current liabilities	2,950,283	4,204,739	938,690	854,883
Total equity and liabilities	13,319,146	13,718,471	8,713,315	8,568,981

CONDENSED INCOME STATEMENT FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	THE GROUP		THE COMPANY	
	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000
TURNOVER				
Profit before finance costs	365,819	384,853	90,973	44,389
Finance costs	(49,519)	(54,987)	(15,004)	(11,909)
Share of result of joint ventures	(5,523)	(40,868)	-	-
Share of result of associated companies	(22)	11,567	-	-
Profit before tax	310,755	300,564	75,969	32,480
Taxation	(76,511)	(92,947)	(12,443)	(19,930)
Profit for the period	234,244	207,617	63,526	12,550
Attributable to:				
Owners of the parent	143,717	104,130	63,526	12,550
Non-controlling interests	90,527	103,487	-	-
	234,244	207,617	63,526	12,550
DATA PER SHARE				
EARNINGS PER SHARE - Rs	16.28	11.80	7.20	1.42
NET ASSETS PER SHARE - Rs	785.13	769.77	846.46	839.26
NUMBER OF SHARES USED IN CALCULATION (000)	8,827	8,827	8,827	8,827

CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	THE GROUP		THE COMPANY	
	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000
Profit for the period	234,244	207,617	63,526	12,550
Other comprehensive income:				
Revaluation and other reserves	3,886	(1,568)	-	-
Cash flow hedges	15,652	(40,584)	-	-
Currency translation difference	(120,999)	41,168	-	-
Movement in reserves of associates and JVs	4,994	(753)	-	-
Other comprehensive income for the period	(96,466)	(1,737)	-	-
Total comprehensive income for the period	137,778	205,881	63,526	12,550
Total comprehensive income attributable to:				
Owners of the parent	137,724	70,769	63,526	12,550
Non-controlling interests	54	135,112	-	-
	137,778	205,881	63,526	12,550

SEGMENTAL INFORMATION FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	THE GROUP	
	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000
Segment revenue		
Sugar cane growing and sugar milling	790,296	835,528
Power generation	63,061	58,891
Property development	400,815	664,399
Others	22,322	18,438
Total revenue	1,276,495	1,577,255
Geographical revenue		
Mauritius	866,344	1,109,418
Tanzania	410,151	467,837
Total revenue	1,276,495	1,577,255
Segment results		
Sugar cane growing and sugar milling	241,097	192,122
Power generation	18,658	17,936
Property development	(2,818)	35,399
Others	(17,147)	(8,539)
	239,790	236,919
Share of results of associates	(22)	11,567
Share of results of joint ventures	(5,523)	(40,868)
Profit after tax	234,244	207,617
Geographical results		
Mauritius	112,432	89,384
Tanzania	121,813	118,234
Profit after tax	234,244	207,617

CONDENSED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	THE GROUP		THE COMPANY	
	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000	Unaudited 3 Months to 30 Sep 09 Rs'000	Unaudited 3 Months to 30 Sep 08 Rs'000
Net cash flow (used in)/from operating activities	(136,652)	259,114	(27,902)	24,241
Net cash flow from/(used in) investing activities	348,843	270,975	(19,336)	(690)
Net cash flow from/(used in) financing activities	803,905	(96,942)	(46,354)	(59,576)
Net increase/(decrease) in cash and cash equivalents	1,016,096	433,147	(93,592)	(36,025)
Effect of foreign exchange rate changes	15,652	(40,584)	-	-
Cash and cash equivalents at July 1,	(1,561,086)	(1,357,905)	(572,648)	(191,011)
Cash and cash equivalents at Sept 30,	(529,338)	(965,342)	(666,240)	(227,036)

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2009

THE GROUP	Attributable to equity holders of the company						
	Share Capital Rs'000	Revaluation and other reserves Rs'000	Retained Earnings Rs'000	Total Rs'000	Other Loans Rs'000	Non-controlling interests Rs'000	Total equity Rs'000
Balance at July 1, 2009	93,600	4,766,337	2,163,158	7,023,095	68,010	1,204,465	8,295,570
As previously reported	-	-	(228,347)	(228,347)	-	-	(228,347)
Prior year adjustment	-	-	-	-	-	-	-
As restated	93,600	4,766,337	1,934,811	6,794,748	68,010	1,204,465	8,067,223
Transfer to other reserves	-	-	(5,784)	(5,784)	-	-	(5,784)
Dividends	-	-	-	-	-	(3,432)	(3,432)
Total comprehensive income for the period	-	(73,017)	214,357	141,340	(3,616)	54	137,778
Balance as at September 30, 2009	93,600	4,693,320	2,143,384	6,930,304	64,394	1,201,087	8,195,785
Balance at July 1, 2008	93,600	1,084,183	1,980,368	3,158,151	217,460	932,647	4,308,258
As previously reported	-	-	(230,701)	(230,701)	-	-	(230,701)
Prior year adjustment	-	-	-	-	-	-	-
As restated	93,600	1,084,183	1,749,667	2,927,450	217,460	932,647	4,077,557
Total comprehensive income for the period	-	5,072	63,642	68,714	2,055	135,112	205,881
Balance at September 30, 2008	93,600	1,089,255	1,813,309	2,996,164	219,515	1,067,759	4,283,438

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2009

THE COMPANY	Share Capital Rs'000	Revaluation and other reserves Rs'000	Retained Earnings Rs'000	Total Rs'000
Total comprehensive income for the period	-	-	63,526	63,526
Balance as at September 30, 2009	93,600	4,725,323	2,652,776	7,471,699
Balance at July 1, 2008	93,600	1,129,121	2,164,984	3,387,705
Total comprehensive income for the period	-	-	12,550	12,550
Balance as at September 30, 2008	93,600	1,129,121	2,177,534	3,400,255

IFRIC 15 - Agreements for the construction of real estate

Anahita Estate Limited, the group property development company, has adopted IFRIC 15 as from this financial year. As per IFRIC 15, Anahita Estate Limited no longer recognises revenue as and when construction progresses using the percentage of completion method but at a single point in time upon delivery of the residential villas. The financial accounts of Anahita Estate Limited since 2007 have been restated and the group retained earnings have been adjusted accordingly.

Financial Results

Group turnover for the period under review stood at Rs 1,276M (2008: Rs 1,577M). Reduced turnover of our real estate development project, Anahita Estate Limited, and lower sales of the sugar operation in Tanzania, TPC Ltd, (which had recorded exceptionally high sales in the previous corresponding quarter) led to this shortfall.

Favourable exchange rate movements have helped to reduce our finance costs while measures taken to improve the results of Anahita Residences & Villas Limited have had a positive impact on the contribution from joint ventures companies. Profit after tax stood at Rs 234M (2008: Rs 208M).

At company level profit after tax stood Rs 64M (2008: Rs 13M). Corresponding period results to September 2008 were affected by the negative movement in standing crop valuation of Rs 68M in view of the forthcoming price reduction of sugar of 19%.

The movement in the condensed statement of comprehensive income pertaining to the currency translation difference relates to the impact of the exchange rate movement between the Tanzanian Shilling and the Mauritian Rupee during the period on translation of TPC Ltd balance sheet in the reporting currency.

PROSPECTS

Sugar

In Mauritius, an average crop and the reduced cost of imported inputs should partly mitigate the final 19% reduction on export prices. In Tanzania, as expected, the crop was adversely affected by the prolonged drought but its effect should be compensated by sustained domestic prices.

Hospitality

The second quarter, corresponding to the beginning of the high season, should start yielding improved results on the basis of higher occupancy and of operational reorganisations.

Property

At the level of Anahita Estates Limited renewed sales and marketing initiatives were launched, with a view to benefitting from the expected recovery of the sector.

By order of the Board
CIEL Corporate Services Ltd
Secretaries

November 12, 2009

The condensed 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, 2009.

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

These condensed 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, upon request from 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.