

Courts Jamaica Limited.

The unaudited results for the Six (6) months ended September, 2001
with corresponding figures for 2000 are as follows:

	2001 ----- \$000s	2000 ----- \$000s
Turnover	1,646,233 =====	1,772,745 =====
Operating Profit	107,531	250,772
Finance Costs	(33,169)	(96,561)
Profit before Deferred Profit	74,362	154,211
Transfer from Deferred Profit	375,258	153,655
Profit before Taxation	449,620	307,866
Taxation	(149,873)	(102,836)
Profit after Taxation	299,747	205,030
	CENTS -----	CENTS -----
EARNINGS PER STOCK UNIT*	25.01	17.11

*Restated to reflect bonus issues in Oct. '00 & Sept. '01

UNAUDITED BALANCE SHEET

AS AT SEPTEMBER 30, 2001

Unaudited	Unaudited	Audited
30-Sep	30-Sep	31 -Mar
2001	2000	2001
<u>\$000s</u>	<u>\$000s</u>	<u>\$000s</u>

NET ASSETS EMPLOYED

Fixed Assets	1,039,623	1,034,770	1,034,069
Goodwill	12,750	13,500	12,750
Investments	58	78	58
Long Term Receivables	490,425	761,920	725,462
Current Assets	2,097,140	2,083,566	2,172,913
Current Liabilities	<u>(859,142)</u>	<u>(1,762,148)</u>	<u>(1,452,266)</u>
Net Current Assets	<u>1,237,998</u>	<u>321,418</u>	<u>720,647</u>
	<u>2,780,854</u>	<u>2,131,686</u>	<u>2,492,986</u>

FINANCED BY:

Share Capital	599,281	239,712	479,425
Capital Reserve	617,903	617,527	617,903
Retained Earnings	<u>1,563,670</u>	<u>1,274,447</u>	<u>1,395,658</u>
	<u>2,780,854</u>	<u>2,131,686</u>	<u>2,492,986</u>

Notes:

1. Trading conditions continued to be challenging for the second quarter. Merchandise sales were ahead of the comparable period for last year bolstered by strong performance on cellular phones, small appliances and computers. However, lower credit sales resulted in reduced service charges, which adversely affected both turnover and operating profits.
2. The launch of "Options", which provides credit customers with additional repayment choices, has assisted in improving the level of credit sales. However, economic uncertainty has resulted in many customers taking the shorter-term credit options.
3. The improvement in the quality of the credit portfolio has resulted in significantly lower credit costs.
4. The cashflow arising from the increase in cash sales resulted in significantly lower borrowings, which reduced finance costs. Pre-tax profits, including the transfer from the deferred profit reserve, increased by 6% over last year.
5. Receivables are shown net of Deferred Profit Reserve. Deferred profit reserve will

flow into future year's profit and is as follows;

Sept 2001	Sept 2000	March 2001
1,439,462	1,753,496	1,814,720

6. Bonus issues of 1:1 in October 2000 and 1:4 in September 2001 increased the authorised share capital of the company.
7. The latest addition to our network of branches is a new store on Washington Boulevard to service our customers in that area.
8. Booking levels for the first few weeks of the third quarter has been below expectations. The events of September 11 and the effect on visitor arrivals plus high job losses will adversely affect sales performance. Our promotional activities will remain strong throughout this important quarter as we continue to drive for additional sales.

R. HAYDEN SINGH

Managing Director
