

# SEPROD LIMITED

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## UNAUDITED GROUP PROFIT AND LOSS ACCOUNT

### FOR THE PERIOD ENDING MARCH 31, 2003

	<u>2003</u>	<u>2002</u>
	\$ '000	\$ '000
<b>TURNOVER</b>	631,286	578,074
Cost of sales	<u>(497,004)</u>	<u>(450,545)</u>
<b>Gross Profit</b>	134,282	127,529
Other Operating Income	1,988	2,981
Distribution Costs	(40,505)	(34,590)
Administration Expenses	(61,723)	(61,560)
Other Operating Expenses	<u>(5,174)</u>	<u>(5,742)</u>
<b>Trading Profit</b>	28,868	28,618
Share of Results of Associated Company	<u>69,170</u>	<u>75,123</u>
<b>Operating Profit</b>	98,038	103,741
Finance Income	21,147	25,044
Exceptional Items (Note 1)	<u>12,558</u>	<u>(5,247)</u>

<b>Group Profit before Taxation</b>	131,743	123,538
Taxation	<u>(8,774)</u>	<u>(9,518)</u>
<b>Group Profit after Taxation</b>	<u>122,969</u>	<u>114,020</u>
<b>Number of Shares in Issue (000)</b>	430,332	344,265
<b>Earnings per share (Note 2)</b>	0.29	0.26

Note (1) Exceptional items represent pension refund (2003) and redundancy payments (2002).

(2) A bonus issue of one (1) share for every four (4) ordinary share held was made during November 2002 bringing to 430,331,598 the total paid Lip shares issued by the Company. The earnings per share for the previous year have been adjusted accordingly.

## GROUP BALANCE SHEET

	<b>UNAUDITED</b>	<b>AUDITED</b>
	<b>31/03/2003</b>	<b>31/12/2002</b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b><u>NET ASSETS EMPLOYED</u></b>		
Fixed Assets	624,252	623,831
Goodwill on Consolidation	173,547	178,669
Investments	1,506,807	1,355,423

Current Assets	734,470	796,049
Current Liabilities	146,695	182,060
Net Current Assets	<u>587,775</u>	<u>613,989</u>
	<u>2,892,381</u>	<u>2,771,912</u>

**FINANCED BY :-**

Share Capital	430,332	430,332
Share Premium	44,889	44,889
Capital Reserves	818,146	818,146
Accumulated Surplus	1,523,000	1,400,031
	2,816,367	2,693,398
Loan from Associated Company	48,514	48,514
Long Term Debt	<u>27,500</u>	<u>30,000</u>
	<u>2,892,381</u>	<u>2,771,912</u>

**Statement of Cash Flows**

**For the period ended 31 March 2003**

2003

2002

	\$'000	\$'000
<b>CASH RESOURCES WERE PROVIDED BY/ (USED IN)</b>		
<b>Operating Activities</b>		
Net profit	122,969	114,020
Items not affecting cash resources:		
Depreciation	16,718	16,906
Loss (profit) on disposal of fixed assets	-	(1,221)
Amortisation of goodwill on consolidation, net	5,122	5,122
Share of results of associated companies	69,171	75,123
	<u>75,638</u>	<u>59,704</u>
Change in non-cash working capital components:	72,688	65,167
Cash provided by (used in) operating activities	<u>148,326</u>	<u>(5,463)</u>
<b>Investing Activities</b>	(99,352)	(40,311)
<b>Financing Activities</b>		
Short term loan	(6,709)	-
Long term debt repaid	(3,075)	(8,924)
Cash used in financing activities	<u>(9,784)</u>	<u>(8,924)</u>
Increase/ (decrease) in cash and cash equivalents	39,190	54,698
Cash and cash equivalents at beginning of year	<u>74,716</u>	<u>126,218</u>
<b>CASH AND CASH EQUIVALENT AT END OF PERIOD</b>	<u>113,906</u>	<u>71,520</u>
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### Group Statement of Changes in Equity

for the period ended 31 March 2003.

	Number of Shares \$'000	Share Capital \$'000	Share Premium \$'000	Capital Reserve \$'000	Accumulaled Surplus \$'000	Total \$'000
Balance as at 1 January 2002	344,265	344,265	44,889	758,116	1,100,594	2,247,864
Net profit	-	-	-	-	532,178	532,178
Transfer to capital reserve - redemption of preference shares in subsidiary	-	-	-	1,800	(1,800)	-
Transfer to capital reserve - gain on sale of investments	-	-	-	24,181	(24,181)	-
Revaluation adjustment based on Directors' estimate	-	-	-	(577)	-	(577)
Profits of subsidiaries capitalised	-	-	-	34,626	(34,626)	-
Dividends	-	-	-	-	(86,067)	(86,067)
Issue of share capital - bonus issue	86,067	86,067	-	-	(86,067)	-
Balance at 31 December 2002	430,332	430,332	44,889	818,146	1,400,031	2,693,398
Net profit					122,969	122,969
Balance at 31 March 2003	430332	420,332	44,889	818,146	1,523,000	2,816,367