

SEPROD LIMITED AND ITS SUBSIDIARIES

UNAUDITED GROUP RESULTS

FOR THE SIX MONTHS ENDING JUNE 30, 2003.

UNAUDITED GROUP PROFIT AND LOSS ACCOUNT

	(3 Months Ending June 30th)		(6 Months Ending June 30th)	
	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000
Turnover	696,997	579,588	1,328,288	1,157,662
Cost of Sales	<u>(558,546)</u>	<u>(456,706)</u>	<u>(1,055,550)</u>	<u>(907,251)</u>
Gross Profit	138,451	122,882	272,733	250,411
Other Operating Income	6,595	2,666	8,583	5,647
Distribution Costs	(36,037)	(41,071)	(76,542)	(75,661)
Administrative Expenses	(83,262)	(65,552)	144,985	(127,259)
Other Operating Expenses	<u>(5,356)</u>	<u>(4,603)</u>	<u>(10,530)</u>	<u>(10,345)</u>
Operating Profit	20,391	14,322	49,259	42,793
Finance Income	61,713	30,334	82,860	55,378
Share of Results of Associated Company	88,504	79,219	157,674	154,342

Exceptional Item (Note 1)	<u>0</u>	<u>(410)</u>	<u>0</u>	<u>(5,510)</u>
Group Profit before Taxation	170,608	123,465	289,793	247,003
Taxation	<u>(3,293)</u>	<u>(3,649)</u>	<u>(11,304)</u>	<u>(10,928)</u>
Group Profit after Taxation	167,315	119,816	278,489	236,075
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Number of Shares in Issue (\$'000)	516,398	344,265	516,398	344,265
Earnings per share: (Note 2)	0.32	0.23	0.54	0.46

Note (1) Exceptional item represents redundancy payments.

(2) The calculation of earnings per stock unit is based on the net profit of the relevant periods and 516,397,918 stock units after the bonus issues made in November 2002 and May 2003. The earnings per stock unit for the previous year has been adjusted accordingly.

(3) The results for 2002 have been restated to conform with the International Accounting Standards (IAS).

GROUP BALANCE SHEET

	UNAUDITED	IAS ADJUSTED
	30/06/03	31/12/02
	\$'000	\$'000
<u>NET ASSETS EMPLOYED</u>		
Fixed Assets	622,300	623,831
Goodwill on Consolidation	168,424	178,669
Investments	1,578,506	1,402,598
Pension Surplus	61,540	100,180
Current Assets	768,478	788,570

Current Liabilities	<u>(171,218)</u>	<u>(244,982)</u>
Net Current Assets	597,260	543,588
	3,028,030	2,848,866
<u>FINANCED BY:-</u>		
Share Capital	516,398	430,332
Share Premium	44,889	44,889
Capital Reserves	717,199	708,240
Accumulated Surplus	<u>1,646,005</u>	<u>1,556,862</u>
	2,924,491	2,740,323
Long Term Debt	25,000	30,000
Retirement Benefit Obligations	30,029	30,029
Loan from Associated Company	<u>48,510</u>	<u>48,514</u>
	3,028,030	2,848,866
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Group Statement of Changes in Equity

	Number of Shares \$'000	Share Capital \$'000	Share Premium \$'000	Capital Reserve \$'000	Accumulated Surplus \$'000	Total \$'000
Balance as at 1 January 2002						
as previously reported	344,265	344,265	44,889	758,116	1,100,594	2,247,864
-effect of adopting IAS 12				(157,081)	66,570	(90,511)
-effect of adopting IAS 19					205,391	205,391
-effect of adopting IAS 37					(6,910)	(6,910)
-effect of adopting IAS 39				19,420		19,420
Adjusted Balance						
at 1 January 2002	344,265	344,265	44,889	620,455	1,365,645	2,375,254
Net profit -as previously reported					300,478	300,478
Transfer to capital reserve						
-redemption of preference				1,800	(1,800)	

Dividend					(86,067)	(86,067)
	344,265	344,265	44,889	622,255	1,578,256	2,589,665
-effect of adopting IAS 12					32,197	32,197
-effect of adopting IAS 19					(96,600)	(96,600)
Adjusted Balance at 30 June 2002	344,265	344,265	44,889	622,255	1,513,853	2,525,262
	Number of Shares \$'000	Share Capital \$'000	Share Premium \$'000	Capital Reserve \$'000	Accumulated Surplus \$'000	Total \$'000
Adjusted Balance at 1 January 2003	430,332	430,332	44,889	708,240	1,556,862	2,740,323
Net profit					278,489	78,489
Dividend					(103,280)	(103,280)
Issue of bonus shares	86,066	86,066			(86,066)	-
Adjustments due to changes in Fair Value of Investments				8,959		8,959
Balance at 30 June 2003	516,398	516,398	44,889	717,199	1,646,005	2,924,491

Statement of Cash Flows

	2003 \$'000	2002 \$'000
CASH RESOURCES WERE PROVIDED BY/(USED IN):		
Operating Activities		
Net profit	278,489	236,075
Items not affecting cash resources:		
Depreciation	33,862	33,445
Amortisation of goodwill on consolidation, net	10,245	10,245
Share of results of associated companies	(157,674)	(154,342)

	164,922	125,423
Change in non-cash working capital components:	40,566	30,717
Cash provided by/(used in) operating activities	<u>205,488</u>	<u>156,140</u>
Investing Activities	(41,606)	(12,930)
Financing Activities		
Short term loan	(57,813)	-
Long term debt repaid	(5,579)	(11,416)
Dividend paid	(103,280)	(86,066)
Lease obligations, net	-	(3,030)
Cash used in financing activities	<u>(166,672)</u>	<u>(100,512)</u>
Increase/(decrease) in cash and cash equivalents	(2,790)	42,698
Cash and cash equivalents at beginning of year	<u>74,716</u>	<u>126,218</u>
CASH AND CASH EQUIVALENT AT END OF PERIOD	<u>71,926</u>	<u>168,916</u>
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