

TO: THE STOCKHOLDERS OF **The Greener Company Limited**
CONSOLIDATED SIX MONTHS INTERIM FINANCIAL REPORT AT JUNE 30, 2008

| <u>Group Income Statements</u> | | GROUP (Unaudited) Three Month Apr - Jun, 2008 \$000's | GROUP* (Unaudited) Three Months Apr - Jun, 2007 \$000's | GROUP (Unaudited) Six Months Jan - Jun, 2008 \$000's | GROUP (Unaudited) Six Months Jan - Jun, 2007 \$000's | GROUP (Audited) Twelve Months Dec 31, 2007 \$000's |
|--|---------|---|---|--|--|--|
| | Notes | | | | | |
| Revenue | 4(a), 7 | 1,041,003 | 881,546 | 1,964,494 | 1,746,229 | 4,248,873 |
| Cost of sales | | (527,681) | (478,467) | (1,016,762) | (948,879) | (2,488,752) |
| Gross Profit | | 513,322 | 403,079 | 947,732 | 797,350 | 1,760,121 |
| Other operating income | 4(b) | <u>73,667</u> | <u>27,405</u> | <u>167,383</u> | <u>45,851</u> | <u>321,163</u> |
| | | <u>586,989</u> | <u>430,484</u> | <u>1,115,115</u> | <u>843,201</u> | <u>2,081,284</u> |
| Distribution costs | | (178,576) | (152,195) | (353,254) | (293,288) | (568,628) |
| Administrative expenses | | (191,969) | (171,180) | (354,549) | (346,939) | (786,671) |
| Other operating expenses | | (117,937) | (121,023) | (266,193) | (219,161) | (487,532) |
| Pension costs | | (86) | (83) | (168) | (164) | (1,957) |
| | | (488,568) | (444,481) | (974,164) | (859,552) | (1,844,788) |
| Employee benefit asset | 4(c) | <u>16,250</u> | <u>37,591</u> | <u>32,500</u> | <u>75,182</u> | <u>64,500</u> |
| Profit from operations | 2 | 114,671 | 23,594 | 173,451 | 58,831 | 300,996 |
| Finance income | | 12,606 | 3,727 | 13,806 | 6,747 | 24,612 |
| Finance expense | | (8,606) | (2,338) | (13,024) | (11,181) | (25,194) |
| Net finance income/(cost) | | <u>4,000</u> | <u>1,389</u> | <u>782</u> | <u>(4,434)</u> | <u>(582)</u> |
| Impairment losses (Provision) | 5 | (60,000) | - | (60,000) | - | (201,406) |
| Subsidiaries in Administration/Liquidation | | - | - | - | - | 94,131 |
| Profit before taxation | | 58,671 | 24,983 | 114,233 | 54,397 | 193,139 |
| Taxation | | (23,170) | (8,244) | (34,508) | (17,950) | (94,935) |
| Profit for the period/year | | <u>35,501</u> | <u>16,739</u> | <u>79,725</u> | <u>36,447</u> | <u>98,204</u> |
| Attributable to: | | | | | | |
| Parent company stockholders | | 32,327 | 15,995 | 77,773 | 34,623 | 94,705 |
| Minority interest | | <u>3,174</u> | <u>744</u> | <u>1,952</u> | <u>1,824</u> | <u>3,499</u> |
| | | <u>35,501</u> | <u>16,739</u> | <u>79,725</u> | <u>36,447</u> | <u>98,204</u> |
| Dealt with in the financial statements of: | | | | | | |
| Parent company | | 113,551 | 34,542 | 181,788 | 73,409 | 151,549 |
| Subsidiary companies | | (81,224) | (18,547) | (104,015) | (38,786) | (56,844) |
| | | <u>32,327</u> | <u>15,995</u> | <u>77,773</u> | <u>34,623</u> | <u>94,705</u> |
| Earnings per stock unit: | | | | | | |
| Based on stock units in issue | 8 | 2.93¢ | 1.38¢ | 6.58¢ | 3.01¢ | 7.97¢ |

GROUP STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

Period ended June 30, 2008

| | Share Capital \$000's | Capital reserves \$000's | Fair value reserves \$000's | Reserve for own shares \$000's | Retained profits \$000's | Parent company equity \$000's | Minority interest \$000's | Total equity \$000's |
|---|-----------------------------|--------------------------------|-----------------------------------|--------------------------------------|--------------------------------|--|---------------------------------|----------------------------|
| Balances at December 31, 2006 | 605,622 | 493,132 | 77,877 | (169,506) | 1,220,471 | 2,227,596 | 23,672 | 2,251,268 |
| Net profit for the period | - | - | - | - | 34,623 | 34,623 | 1,824 | 36,447 |
| Change in fair value of investments | - | - | (22,044) | - | - | (22,044) | - | (22,044) |
| Dividends paid (gross) | - | - | - | - | (42,394) | (42,394) | - | (42,394) |
| Own shares acquired by the Gleaner Company Limited Employee Investment Trust | - | - | - | (82,631) | - | (82,631) | - | (82,631) |
| Currency translation difference on foreign subsidiaries | - | (18,092) | - | - | - | (18,092) | - | (18,092) |
| Balances at June 30, 2007 | <u>605,622</u> | <u>475,040</u> | <u>55,833</u> | <u>(252,137)</u> | <u>1,212,700</u> | <u>2,097,058</u> | <u>25,496</u> | <u>2,122,554</u> |
| Balances at December 31, 2007 | 605,622 | 598,868 | 107,665 | (150,375) | 1,235,531 | 2,397,311 | 27,171 | 2,424,482 |
| Net profit for the period | - | - | - | - | 77,773 | 77,773 | 1,952 | 79,725 |
| Change in fair value of investments | - | - | (19,861) | - | - | (19,861) | - | (19,861) |
| Dividends paid (gross) | - | - | - | - | (42,394) | (42,394) | - | (42,394) |
| Own shares acquired by the Gleaner Company Limited Employee Investment Trust | - | - | - | (53,343) | - | (53,343) | - | (53,343) |
| Currency translation difference on foreign subsidiaries | - | (32,745) | - | - | - | (32,745) | - | (32,745) |
| Balances at June 30, 2008 | <u>605,622</u> | <u>566,123</u> | <u>87,804</u> | <u>(203,718)</u> | <u>1,270,910</u> | <u>2,326,741</u> | <u>29,123</u> | <u>2,355,864</u> |

Consolidated Balance Sheets

| | Notes | GROUP (Unaudited) Six Months Jun 30, 2008 \$000's | GROUP (Unaudited) Six Months Jun 30, 2007 \$000's | GROUP (Audited) Twelve Months Dec 31, 2007 \$000's |
|--|-------|---|---|--|
| Assets | | | | |
| Property, plant and equipment | | 823,486 | 791,495 | 833,240 |
| Intangible assets | | 358,696 | 270,176 | 367,835 |
| Employee benefit asset | 4(c) | 851,679 | 826,999 | 819,179 |
| Long-term receivables | | - | 1,376 | 1,788 |
| Investment in associates | | 150 | 150 | 150 |
| Investments | | 158,192 | 227,280 | 250,563 |
| Deferred tax assets | | <u>701</u> | <u>7,331</u> | <u>5,983</u> |
| Total non-current assets | | <u>2,192,904</u> | <u>2,124,807</u> | <u>2,278,738</u> |
| Cash and cash equivalents | | 67,113 | 34,788 | 68,043 |
| Trade and other receivables | | 747,984 | 534,023 | 752,523 |
| Prepayments | | 74,892 | 74,895 | 34,250 |
| Taxation recoverable | | 38,387 | 40,855 | 31,233 |
| Inventories and goods in-transit | | 609,588 | 621,767 | 435,413 |
| Securities purchased under agreements for resale | | <u>66,989</u> | <u>127,171</u> | <u>75,534</u> |
| Total current assets | | <u>1,604,953</u> | <u>1,433,499</u> | <u>1,396,996</u> |
| Total Assets | | <u>3,797,857</u> | <u>3,558,306</u> | <u>3,675,734</u> |
| Stockholders' equity | | | | |
| Share capital | | 605,622 | 605,622 | 605,622 |
| Reserves | | <u>1,721,119</u> | <u>1,491,436</u> | <u>1,791,689</u> |
| Total equity attributable to equity holders of the parent company | | 2,326,741 | 2,097,058 | 2,397,311 |
| Minority interest | | <u>29,123</u> | <u>25,496</u> | <u>27,171</u> |
| Total equity | | <u>2,355,864</u> | <u>2,122,554</u> | <u>2,424,482</u> |
| Liabilities | | | | |
| Long-term liabilities | | 53,544 | 40,300 | 74,180 |
| Employee benefit obligation | | 75,900 | 65,600 | 71,300 |
| Deferred tax liabilities | | <u>367,334</u> | <u>356,293</u> | <u>388,274</u> |
| Total non-current liabilities | | <u>496,778</u> | <u>462,193</u> | <u>533,754</u> |
| Bank overdraft | | 66,854 | 33,682 | 66,337 |
| Trade and other payables | | 832,387 | 908,250 | 597,781 |
| Taxation | | 3,395 | 1,643 | 10,768 |
| Current portion of long-term liabilities | | 24,214 | 19,604 | 25,305 |
| Deferred income | | <u>18,365</u> | <u>10,380</u> | <u>17,307</u> |
| Total current liabilities | | <u>945,215</u> | <u>973,559</u> | <u>717,498</u> |
| Total liabilities | | <u>1,441,993</u> | <u>1,435,752</u> | <u>1,251,252</u> |
| Total equity and liabilities | | <u>3,797,857</u> | <u>3,558,306</u> | <u>3,675,734</u> |
| Stockholders' equity per ordinary stock unit | 9 | 192.09c | 173.13c | 197.92c |

CONSOLIDATED CASH FLOW STATEMENT
AT JUNE 30, 2008
(UNAUDITED)

| | GROUP (Unaudited) Six Months Jun 30, 2008 \$000's | GROUP (Unaudited) Six Months Jun 30, 2007 \$000's | GROUP (Audited) Twelve Months Dec 31, 2007 \$000's |
|---|---|---|--|
| Cash Flow from operating activities | | | |
| Net profit attributable to stockholders | 77,773 | 34,623 | 94,705 |
| Adjustment for non-cash items | <u>51,800</u> | <u>(13,855)</u> | <u>117,818</u> |
| | 129,573 | 20,768 | 212,523 |
| Change in working capital | <u>(67,765)</u> | <u>22,607</u> | <u>(108,388)</u> |
| Net cash generated by operating activities | 61,808 | 43,375 | 104,135 |
| Net cash used in investing activities | (34,105) | (17,531) | (99,661) |
| Net cash used in financing activities | <u>(29,150)</u> | <u>(45,178)</u> | <u>(23,208)</u> |
| Decrease in cash and cash equivalents | (1,447) | (19,334) | (18,734) |
| Cash and cash equivalents at beginning of period/year | <u>1,706</u> | <u>20,440</u> | <u>20,440</u> |
| Cash and cash equivalents at end of period/year | <u><u>259</u></u> | <u><u>1,106</u></u> | <u><u>1,706</u></u> |
| Comprised of: | | | |
| Cash and cash equivalents | 67,113 | 34,788 | 68,043 |
| Bank overdraft | <u>(66,854)</u> | <u>(33,682)</u> | <u>(66,337)</u> |
| | <u><u>259</u></u> | <u><u>1,106</u></u> | <u><u>1,706</u></u> |