



SEPROD LIMITED

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1st November, 2010

Jamaica Stock Exchange
40 Harbour Street
KINGSTON

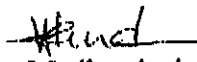
Attention: Mrs. Marlene Street-Forrest

Dear Sirs

**Re: Group Unaudited Financial Statements
for the nine months ending 30/09/2010**

In accordance with the rules of the Jamaica Stock Exchange, attached is the Unaudited Financial Statements for the nine months ending 30th September, 2010.

Yours sincerely
SEPROD LIMITED


Marilyn Anderson
Corporate Secretary

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attach



SEPROD LIMITED AND ITS SUBSIDIARIES
UNAUDITED GROUP FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010

STATEMENT OF COMPREHENSIVE INCOME

	<Three months ending Sept. 30th>		<Nine months ending Sept. 30th>	
	2010	2009	2010	2009
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
Revenue	2,138,952	2,207,274	7,856,554	7,071,128
Direct expenses	<u>(1,839,397)</u>	<u>(1,563,742)</u>	<u>(6,103,805)</u>	<u>(4,925,671)</u>
Gross Profit	600,555	643,482	1,752,749	2,145,457
Finance and other operating income	107,570	130,006	334,997	361,556
Gains/(losses) on stock investments	(4,950)	(2,722)	11,222	(4,327)
Net foreign exchange (losses)/gains	57,857	23,888	(122,395)	266,814
Selling expenses	(77,213)	(60,066)	(209,103)	(184,752)
Administration expenses	<u>(295,400)</u>	<u>(278,041)</u>	<u>(883,350)</u>	<u>(813,750)</u>
Operating Profit	388,211	467,427	884,120	1,770,997
Finance costs	<u>(7,135)</u>	<u>(5,525)</u>	<u>(31,225)</u>	<u>(24,211)</u>
Profit before taxation	381,076	461,902	852,895	1,746,786
Taxation	<u>(162,589)</u>	<u>(163,358)</u>	<u>(197,266)</u>	<u>(521,641)</u>
Not Profit	218,487	298,544	655,629	1,225,145
Other Comprehensive Income:				
Fair value gains on available-for-sale investments	18,922	8,877	146,551	11,637
Total Comprehensive Income	<u>237,409</u>	<u>307,421</u>	<u>802,180</u>	<u>1,236,782</u>
Not Profit is Attributable to:				
Stockholders of the company	262,748	298,544	780,147	1,225,145
Non-controlling interest	<u>(44,261)</u>	-	<u>(124,518)</u>	-
	<u>218,487</u>	<u>298,544</u>	<u>655,629</u>	<u>1,225,145</u>
Total Comprehensive Income is Attributable to:				
Stockholders of the company	281,670	307,421	926,698	1,236,782
Non-controlling interest	<u>(44,261)</u>	-	<u>(124,518)</u>	-
	<u>237,409</u>	<u>307,421</u>	<u>802,180</u>	<u>1,236,782</u>
Number of Shares in issue ('000)	516,398	516,398	516,398	516,398
Earnings per share (\$)	\$0.51	\$0.58	\$1.51	\$2.37

Basis of Preparation

These consolidated financial statements have been prepared in accordance with the accounting policies set out in note 2 of the audited financial statements for the year ended 31 December 2009. The Group has adopted IAS 1 (revised) which is effective for accounting periods commencing January 1 2009.

Taxation Expense

The tax on the group's profit differs from the theoretical amount that would arise using the applicable tax rate of 33 1/3%

	<Three months ending Sept. 30th>		<Nine months ending Sept. 30th>	
	2010	2009	2010	2009
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
Profit before taxation	381,076	461,902	852,895	1,746,786
Adjusted for the effect of:				
Investment income not subject to tax	(18,455)	(33,408)	(70,217)	(43,923)
Subsidiaries not subjected to tax	95,439	(7,139)	249,016	(14,652)
	<u>459,060</u>	<u>421,355</u>	<u>1,031,694</u>	<u>1,688,211</u>
Tax calculated at a tax rate of 33 1/3 %	153,005	140,138	343,864	562,681
Deferred taxation	9,584	22,920	(146,598)	(41,040)
	<u>162,589</u>	<u>163,058</u>	<u>197,266</u>	<u>521,641</u>



SEPROD LIMITED
UNAUDITED GROUP FINANCIAL STATEMENTS

GROUP BALANCE SHEET

	Unaudited 30/09/10 \$'000	Audited 31/12/09 \$'000
NET ASSETS EMPLOYED		
Fixed assets	2,695,430	2,580,809
Intangible assets	42,773	44,679
Available-for-sale investments	2,021,167	1,243,086
Long term receivables	760,199	828,708
Retirement benefit asset	21,300	21,300
Biological asset	187,452	149,933
Deferred tax	<u>25,263</u>	<u>370</u>
	5,753,584	4,868,885
Current Assets		
Inventories	1,324,302	1,427,412
Biological assets	104,399	213,270
Receivables	1,486,133	1,021,887
Available-for-sale investments	163,972	997,781
Current portion of long term receivables	51,507	414,603
Cash and bank balances	<u>261,321</u>	<u>275,402</u>
	3,391,634	4,350,355
Current Liabilities		
Payables	734,605	681,568
Current portion of long term liabilities	165,191	165,135
Taxation	<u>71,601</u>	<u>292,468</u>
	971,397	1,139,171
Net Current Assets	2,420,237	3,211,184
	8,173,821	8,080,069
Equity Attributable to Stockholders of the Company		
Share Capital	561,287	561,287
Capital Reserves	878,349	720,575
Retained Earnings	<u>6,207,645</u>	<u>5,696,919</u>
	7,647,281	6,978,781
Non-controlling Interest	<u>(116,947)</u>	<u>7,571</u>
	7,530,334	6,986,352
Non-current Liabilities		
Long Term Liabilities	304,730	633,255
Deferred Tax	272,557	394,262
Retirement Benefit Obligations	<u>66,200</u>	<u>66,200</u>
	643,487	1,093,717
	8,173,821	8,080,069

Approved on behalf of the Board:

P. B. Scott
(Chairman)

Dr R. A. Jones
(Vice Chairman)

B. E. Thompson
(Chief Executive Officer)

SEPROD LIMITED
UNAUDITED GROUP FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010

Group Statement of Cash Flows

(Nine months ending 30th September)

	2010 \$'000	2009 \$'000
CASH RESOURCES WERE PROVIDED BY/(USED IN):		
Operating Activities		
Net profit	655,629	1,225,145
Items not affecting cash resources:		
Amortisation of intangible assets	1,906	1,905
Depreciation	177,123	148,097
Taxation	197,266	521,641
	1,031,924	1,896,788
Changes in operating assets and liabilities:		
Inventories	103,110	120,520
Accounts receivable	(464,246)	(93,153)
Biological assets	71,352	(14,740)
Accounts payable	53,036	25,886
	795,176	1,935,301
Taxation paid	(564,731)	(470,431)
Cash provided by operating activities	230,445	1,464,870
Investing Activities		
Purchase of fixed assets	(292,134)	(401,492)
Net gain on disposal of fixed assets	390	(655)
Investments in securities, net	202,281	(701,767)
Long term loan receivable	431,605	(44,760)
Cash provided by/(used in) investing activities	342,142	(1,148,674)
Financing Activities		
Long term loan received	-	79,905
Long term loan repaid	(328,469)	(8,156)
Dividends paid	(258,199)	(232,379)
Cash used in financing activities	(586,668)	(160,630)
(Decrease)/increase in cash and cash equivalents	(14,081)	155,566
Cash and cash equivalents at beginning of year	275,402	380,186
CASH AND CASH EQUIVALENT AT END OF PERIOD	261,321	535,752

SEPROD LIMITED
UNAUDITED GROUP FINANCIAL STATEMENTS

STATEMENT OF COMPREHENSIVE INCOME
INFORMATION ABOUT BUSINESS SEGMENTS

(\$000)

	Manufacturing		Distribution		Eliminations		Consolidated	
	30/09/2010	30/09/2009	30/09/2010	30/09/2009	30/09/2010	30/09/2009	30/09/2010	30/09/2009
REVENUE								
External sales	5,149,087	4,299,012	2,707,467	2,772,116	-	-	7,856,554	7,071,128
Inter-segment sales	1,785,833	1,760,081	-	-	(1,785,833)	(1,760,081)	-	-
Total revenue	<u>6,934,920</u>	<u>6,059,093</u>	<u>2,707,467</u>	<u>2,772,116</u>	<u>(1,785,833)</u>	<u>(1,760,081)</u>	<u>7,856,554</u>	<u>7,071,128</u>
RESULTS								
Segment result	<u>881,112</u>	<u>1,319,810</u>	<u>153,055</u>	<u>200,149</u>			<u>1,034,167</u>	<u>1,519,959</u>
Unallocated corporate income/(expenses)							<u>(150,047)</u>	<u>251,038</u>
Operating profit							<u>884,120</u>	<u>1,770,997</u>
Finance costs							<u>(31,225)</u>	<u>(24,211)</u>
Income taxes							<u>(197,266)</u>	<u>(521,641)</u>
Net Profit							<u>655,629</u>	<u>1,225,145</u>
OTHER INFORMATION								
Segment assets	4,871,927	3,727,583	673,364	629,561	-	-	5,545,291	4,357,144
Unallocated corporate assets							3,599,927	4,290,298
Total consolidated assets							<u>9,145,218</u>	<u>8,647,442</u>
Segment liabilities	(681,170)	(266,889)	(68,183)	(31,675)			<u>(749,353)</u>	<u>(298,564)</u>
Unallocated corporate liabilities							<u>(865,531)</u>	<u>(1,469,124)</u>
Total consolidated liabilities							<u>(1,614,884)</u>	<u>(1,767,688)</u>
Capital expenditure	252,803	249,436	1,872	5,809			254,675	255,245
Unallocated capital expenditure							<u>(34,283)</u>	<u>161,642</u>
Total capital expenditure							<u>220,392</u>	<u>416,887</u>
Depreciation	164,299	132,883	1,195	1,446			165,494	134,329
Unallocated depreciation							<u>11,629</u>	<u>13,768</u>
Total depreciation							<u>177,123</u>	<u>148,097</u>

SEPROD LIMITED
UNAUDITED GROUP FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2010

Group Statement of Changes in Equity

	Equity Attributable to Stockholders of the Company					Non-controlling Interest \$'000	Total Equity \$'000
	Number of Shares '000	Share Capital \$'000	Capital Reserve \$'000	Retained Earnings \$'000	Total \$'000		
	Balance as at 1 January 2009	516,398	561,287	764,021	4,550,042		
Total comprehensive income	-	-	11,637	1,225,145	1,236,782	-	1,236,782
Transfer from capital reserve loss on available-for-sale of investments	-	-	(4,327)	4,327	-	-	-
Dividends paid	-	-	-	(232,379)	(232,379)	-	(232,379)
Balance at 30 September 2009	516,398	561,287	771,331	5,547,135	6,879,753	-	6,879,753

	Equity Attributable to Stockholders of the Company					Non-controlling Interest \$'000	Total Equity \$'000
	Number of Shares '000	Share Capital \$'000	Capital Reserve \$'000	Retained Earnings \$'000	Total \$'000		
	Balance as at 1 January 2010	516,398	561,287	720,575	5,096,919		
Total comprehensive income	-	-	146,551	780,148	926,699	(124,518)	802,181
Transfer to capital reserve gain on available-for-sale of investments	-	-	11,222	(11,222)	-	-	-
Dividends paid	-	-	-	(258,199)	(258,199)	-	(258,199)
Balance at 30 September 2010	516,398	561,287	878,348	6,207,646	7,647,281	(116,947)	7,530,334