



The Directors of
LASCELLES, deMERCADO & CO. LIMITED
are pleased to report the consolidated unaudited
results as follows:

LASCELLES, deMERCADO & CO. LIMITED

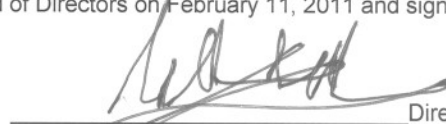
Consolidated Statement of Financial Position

December 31, 2010

	Unaudited 31/12/2010	Unaudited 31/12/2009	Audited 30/9/2010
	\$000s	\$000s	\$000s
Assets			
Property, plant & equipment	3,578,012	3,759,437	3,624,003
Intangible assets	104,481	105,481	104,481
Investments	10,085,646	7,475,508	9,374,412
Interest in associated companies	17,095	16,033	17,095
Deferred tax assets	101,835	30,952	101,827
Employee benefits assets	2,414,700	1,620,500	2,414,700
Total non- current assets	<u>16,301,769</u>	<u>13,007,911</u>	<u>15,636,518</u>
Inventories	8,410,499	7,834,200	8,885,351
Biological assets	191,210	279,763	165,456
Reinsurance assets	976,712	1,135,760	1,103,660
Taxation recoverable	355,209	364,284	349,236
Accounts receivable	5,058,975	4,670,480	5,150,727
Short-term investments	576,426	1,227,477	773,338
Cash and cash equivalents	6,919,188	5,019,869	5,895,994
Total current assets	<u>22,488,219</u>	<u>20,531,833</u>	<u>22,323,762</u>
Total assets	<u><u>38,789,988</u></u>	<u><u>33,539,744</u></u>	<u><u>37,960,280</u></u>
Equity			
Share capital	20,400	20,400	20,400
Reserves	10,212,902	12,475,561	9,969,563
Retained earnings	19,370,926	12,419,852	18,549,566
Total equity attributable to equity holders of the company	<u>29,604,228</u>	<u>24,915,813</u>	<u>28,539,529</u>
Liabilities			
Long-term liabilities	59,466	26,790	65,956
Deferred tax liabilities	807,135	704,675	807,367
Employee benefits obligations	564,500	457,200	564,500
Total non-current liabilities	<u>1,431,101</u>	<u>1,188,665</u>	<u>1,437,823</u>
Bank loans and overdrafts	154,683	204,966	346,542
Other unsecured loans	464,113	357,665	495,773
Current maturities of long-term liabilities	31,314	26,088	31,314
Accounts payable	3,810,106	3,036,534	3,676,497
Insurance contracts provisions	2,993,783	3,228,446	3,159,322
Taxation payable	300,660	581,567	273,480
Total current liabilities	<u>7,754,659</u>	<u>7,435,266</u>	<u>7,982,928</u>
Total liabilities	<u>9,185,760</u>	<u>8,623,931</u>	<u>9,420,751</u>
Total equity and liabilities	<u><u>38,789,988</u></u>	<u><u>33,539,744</u></u>	<u><u>37,960,280</u></u>

Approved for release to the Jamaica Stock Exchange by the Board of Directors on February 11, 2011 and signed on its behalf by:


 Director
 William A. McConnell


 Director
 Anthony J. Bell

LASCELLES, deMERCADO & CO. LIMITED
 Consolidated Statement of Changes in Equity
 December 31, 2010

	Share capital	Capital reserve	Unappropriated profits	Total
	\$000s	\$000s	\$000s	\$000s
Unaudited:				
Balances at September 30, 2010 (audited)	20,400	9,969,563	18,549,566	28,539,529
Total comprehensive income for the period				
Profit for the period			821,360	821,360
Other comprehensive income		243,339		243,339
Total comprehensive income for the period	-	243,339	821,360	1,064,699
Balances at December 31, 2010	<u>20,400</u>	<u>10,212,902</u>	<u>19,370,926</u>	<u>29,604,228</u>
Unaudited:				
Balances at September 30, 2009 (audited)	20,400	13,345,879	11,818,750	25,185,029
Total comprehensive income for the period				
Profit for the period			601,102	601,102
Other comprehensive income		(870,318)		(870,318)
Total comprehensive income for the period	-	(870,318)	601,102	(269,216)
Balances at December 31, 2009	<u>20,400</u>	<u>12,475,561</u>	<u>12,419,852</u>	<u>24,915,813</u>

LASCELLES, deMERCADO & CO. LIMITED
Consolidated Statement of Comprehensive Income
Three Months Ended December 31, 2010

	Unaudited Three Months Ended 31/12/2010 \$000s	Unaudited Three Months Ended 31/12/2009 \$000s	Audited Year Ended 30/09/2010 \$000s
Operating revenue	7,150,688	7,134,750	25,974,722
Cost of operating revenue	4,182,868	4,448,307	15,580,195
Gross profit	2,967,820	2,686,443	10,394,527
Administrative, marketing and selling expenses	2,036,636	2,081,309	7,644,942
Operating profit	931,184	605,134	2,749,585
Other income	29,957	35,715	659,610
Profit before net finance income and taxation	961,141	640,849	3,409,195
Finance cost	(41,904)	(28,738)	(134,367)
Finance income	84,379	122,374	314,137
Net finance income	42,475	93,636	179,770
Profit before taxation	1,003,616	734,485	3,588,965
Taxation	(182,256)	(133,383)	(474,776)
Net profit for the period attributable to members	821,360	601,102	3,114,189
Other comprehensive income			
Foreign currency translation differences for foreign subsidiaries	(16,732)	21,297	(91,342)
Net change in fair value of available for sale financial assets	259,821	(887,047)	873,593
Impairment loss transferred to income statement	-	-	7,329
Fair value loss / (profit) released on sale of investments	250	(4,568)	(21,107)
Other comprehensive income for the period, net of income tax	243,339	(870,318)	768,473
Total comprehensive income for the period attributable to owners of the company	1,064,699	(269,216)	3,882,662
Earnings per ordinary stock unit	\$8.56	\$6.26	\$32.44
Total comprehensive income per ordinary stock unit	\$11.09	(\$2.80)	\$40.44

LASCELLES, deMERCADO & CO. LIMITED

Consolidated Statement of Cash Flows

Three Months Ended December 31, 2010

	Unaudited Three Months Ended 31/12/2010 \$000s	Unaudited Three Months Ended 31/12/2009 \$000s	Audited Year Ended 30/9/2010 \$000s
Cash flows from operating activities:			
Net profit for the period attributable to members	821,360	601,102	3,114,189
Items not affecting cash	<u>201,203</u>	<u>205,350</u>	<u>(520,257)</u>
	1,022,563	806,452	2,593,932
Increase/(decrease) in non-cash working capital	<u>525,643</u>	<u>(64,250)</u>	<u>(1,721,617)</u>
Net cash provided by operating activities	1,548,206	742,202	872,315
Net cash (used)/provided by investing activities	(295,006)	388,628	1,338,723
Net cash (used)/provided by financing activities	<u>(38,150)</u>	<u>25,824</u>	<u>153,883</u>
Net cash provided before dividend and distribution payments	1,215,050	1,156,654	2,364,921
Dividends and distributions paid	<u>-</u>	<u>-</u>	<u>(528,162)</u>
Net increase in cash and cash equivalents	1,215,050	1,156,654	1,836,759
Net cash and cash equivalents at beginning of year	<u>5,699,452</u>	<u>3,862,693</u>	<u>3,862,693</u>
Net cash and cash equivalents at end of period	<u><u>6,914,502</u></u>	<u><u>5,019,347</u></u>	<u><u>5,699,452</u></u>
Comprised of:			
Cash and bank balances	3,197,300	2,813,195	2,718,082
Short term deposits and monetary instruments	<u>3,721,888</u>	<u>2,206,674</u>	<u>3,177,912</u>
	6,919,187	5,019,869	5,895,994
Less: Bank overdrafts	<u>(4,686)</u>	<u>(522)</u>	<u>(196,542)</u>
	<u><u>6,914,502</u></u>	<u><u>5,019,347</u></u>	<u><u>5,699,452</u></u>

LASCELLES, deMERCADO & CO. LIMITED

Notes to the Financial Statements
December 31., 2010

1. General

The company is incorporated in Jamaica under the Companies Act and is domiciled in Jamaica. Its ordinary and preference stock units are listed on the Jamaica Stock Exchange. The registered office of the company is situated at 23 Dominica Drive, Kingston 5, Jamaica, West Indies. Effective July 28, 2008, pursuant to a public offer initiated in December 2007 by its fellow subsidiary, CL Spirits Limited (immediate holding company), a company incorporated in St. Lucia and a wholly owned subsidiary of CL Financial Limited (ultimate holding company), a company incorporated in Trinidad and Tobago, together with other subsidiaries of the ultimate holding company acquired, 86.89% of the ordinary stock units and 97.15% of the preference stock units aggregating 92.01% of the voting rights of the company. In July 2009, the Government of Trinidad and Tobago effectively assumed control and direction of the ultimate holding company.

The principal activities of the company are the provision of management services to its subsidiaries and the holding of investments. The company and its subsidiaries are collectively referred to as "group".

The activities of the group are organised into the following operating segments:

- (i) Liquor, rums, wines and sugar: This includes cane cultivation, sugar manufacturing, distillation, ageing, blending, bottling, distribution and export of alcohol, rums, wines and other liquor based products.
- (ii) General merchandise: This includes the manufacture, the wholesale and retail merchandising of provisions, household goods and the manufacture and distribution of pharmaceutical preparations and agricultural chemicals.
- (iii) General insurance: This comprises the underwriting of property, casualty and other general insurance risks and the holding of investments.
- (iv) Investments: This primarily comprises the holding of investments.
- (v) Transportation services: This includes aircraft handling, distribution of motor vehicles and spares, servicing and repair of motor vehicles.

Segment information is set out in note 6.

2. Statement of compliance and basis of preparation

- (a) Statement of compliance

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations issued by the International Accounting Standards Board (IASB), and comply with the provisions of the Jamaican Companies Act.

These financial statements have been prepared using the same accounting policies and methods of computation as compared with the audited financial statements for the year ended September 30, 2010.

LASCELLES, deMERCADO & CO. LIMITED

Notes to the Financial Statements (Continued)
December 31, 2010

2. Statement of compliance and basis of preparation, cont'd.

(b) Basis of preparation

The financial statements are presented in Jamaica dollars (\$), which is the functional currency of the company.

The financial statements are prepared using the historical cost basis, modified for the inclusion of available-for-sale investments at fair value.

The accounting policies have been applied consistently by group entities. Where necessary, prior year comparatives have been restated and reclassified to conform to current presentation.

The preparation of the financial statements to conform to IFRS requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, contingent assets and contingent liabilities at the balance sheet date, and the income and expense for the period then ended. Actual amounts could differ from these estimates.

The consolidated financial statements comprise the financial results of the company and its subsidiaries prepared to December 31, 2010 and include the group's share in associates, of the total recognised gains and losses on an equity accumulated basis.

3. Revenue recognition

Revenue from the sale of goods is recognised in the group income statement when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or material associated costs on the possible return of goods.

The proceeds from the sale of the sugar cane crop of the group's estates are recognised in accordance with the accounting practices of the Jamaican sugar industry. Revenue relating to the current crop of cane is estimated based on the latest available prices and any differences arising on final settlement are consistently accounted for in subsequent periods.

Premium and commission income is recognised over the period of insurance policies written. Unearned premiums and commissions are calculated on the twenty-fourths method in accordance with industry practice.

Interest and other investment income are recognized on the accrual basis on the effective interest rate basis, except when collectibility is considered doubtful.

Dividend income is recognized in the income statement on the date of declaration.

4. Other Income

Other Income is comprised mainly of gains and losses on disposal of investments and fixed assets. It also includes rental and other miscellaneous income.

5. Net Finance Income

This is comprised of interest income, interest expense, bank charges and net gains on foreign exchange.

LASCELLES, deMERCADO & CO. LIMITED

Notes to the Financial Statements (Continued)
December 31, 2010

6. Segment financial information

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group's CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

Reportable segments:

	December 31, 2010						Total \$'000
	Liquors, Rums Wines and Sugar \$'000	General Merchandise \$'000	General Insurance \$'000	Investments \$'000	Transportation Services \$'000	Eliminations \$'000	
Revenue							
External	4,779,669	1,221,496	599,554	113,384	436,585		
Inter segment	-	9,117	98,674	-	11,046		
Total revenue	<u>4,779,669</u>	<u>1,230,613</u>	<u>698,228</u>	<u>113,384</u>	<u>447,631</u>	(118,837)	<u>7,150,688</u>
Segment results	<u>623,348</u>	<u>77,965</u>	<u>187,977</u>	<u>98,734</u>	<u>15,592</u>		<u>1,003,616</u>
Segment assets	<u>16,349,661</u>	<u>2,283,657</u>	<u>6,199,545</u>	<u>12,603,142</u>	<u>879,844</u>		<u>38,315,849</u>
Unallocated assets							<u>474,139</u>
							<u>38,789,988</u>
Segment liabilities	<u>3,747,169</u>	<u>155,301</u>	<u>3,295,230</u>	<u>472,026</u>	<u>407,427</u>		<u>8,077,153</u>
Unallocated liabilities							<u>1,108,607</u>
							<u>9,185,760</u>
Other segment items:							
Additions to property, plant and equipment	<u>52,644</u>	<u>22,176</u>	<u>2,173</u>	<u>-</u>	<u>366</u>		<u>77,359</u>
Depreciation, amortisation and impairment	<u>87,312</u>	<u>10,302</u>	<u>3,166</u>	<u>11</u>	<u>5,007</u>		<u>105,798</u>
Other non-cash items	<u>92,052</u>	<u>12,747</u>	<u>63,049</u>	<u>(71,605)</u>	<u>(838)</u>		<u>95,405</u>

LASCELLES, deMERCADO & CO. LIMITED

Notes to the Financial Statements (Continued)
December 31, 2010

6. Segment financial information, cont'd.

Reportable segments:

	December 31, 2009						Total \$'000
	Liquors, Rums Wines and Sugar \$'000	General Merchandise \$'000	General Insurance \$'000	Investments \$'000	Transportation Services \$'000	Eliminations \$'000	
Revenue							
External	4,635,037	1,355,996	602,124	75,750	465,843		
Inter segment	-	17,933	148,260	-	35,748		
Total revenue	<u>4,635,037</u>	<u>1,373,929</u>	<u>750,384</u>	<u>75,750</u>	<u>501,591</u>	(201,941)	<u>7,134,750</u>
Segment results	<u>478,126</u>	<u>71,658</u>	<u>68,984</u>	<u>93,850</u>	<u>21,867</u>		<u>734,485</u>
Segment assets	<u>14,864,473</u>	<u>2,489,431</u>	<u>5,976,896</u>	<u>9,057,982</u>	<u>739,694</u>		<u>33,128,476</u>
Unallocated assets							<u>411,268</u>
							<u>33,539,744</u>
Segment liabilities	<u>3,287,705</u>	<u>170,651</u>	<u>3,444,824</u>	<u>98,584</u>	<u>335,112</u>		<u>7,336,876</u>
Unallocated liabilities							<u>1,287,055</u>
							<u>8,623,931</u>
Other segment items:							
Additions to property, plant and equipment	<u>53,829</u>	<u>8,563</u>	<u>-</u>	<u>-</u>	<u>12,156</u>		<u>74,548</u>
Depreciation and amortisation	<u>101,534</u>	<u>10,572</u>	<u>2,626</u>	<u>3,021</u>	<u>6,952</u>		<u>124,705</u>
Other non-cash items	<u>197,493</u>	<u>3,302</u>	<u>9,323</u>	<u>(128,857)</u>	<u>(616)</u>		<u>80,645</u>

**STOCKHOLDINGS OF DIRECTORS AND OFFICERS AND THEIR CONNECTED PERSONS
OF LASCELLES, deMERCADO & CO. LIMITED AT DECEMBER 31, 2010**

Directors (together with their connected persons, where applicable)	Number of Ordinary Stock Units held
Mr. G. Yetming	Nil
Hon. W. A. McConnell	Nil
Mr. D. K. C. Henriques	Nil
Mr. A. J. Bell	Nil
Mr. M. A. G. Fraser	Nil
Mr. R. K. Powell	Nil
Mr. E. J. Abrahams	Nil
Mr. W. Yip Choy	Nil
Mr. F. Thornton	Nil
Mr. S. Castagne	Nil
Mr. M. Holder	Nil
Mr. A. R. Mitchell	Nil

Officers (together with their connected persons, where applicable)

Mr. M. A. Braham	Nil
Mrs. J. E. Shaw	Nil
Mrs. J. George	Nil
Miss M. J. Williams	Nil

STOCKHOLDERS HOLDING THE TEN LARGEST BLOCKS OF ORDINARY STOCK UNITS

STOCKHOLDERS	Number of Ordinary Stock Units Held
CL Spirits Limited	68,620,190
Calla Lilly Holdings Limited	9,515,980
Angostura Limited	2,845,074
Colonial Life Insurance (Trinidad) Limited	2,494,310
NCB Insurance Co. Ltd. A/c WT109	1,457,287
FCIB (Barbados) Limited A/c C1191	1,355,824
NCB Insurance Co. Ltd. A/c WT013	1,140,574
National Insurance Fund	1,099,429
NCB Insurance Co. Limited A/c WT089	640,165
NCB Insurance Co. Ltd. A/c WT157	332,205