

Schedule 3
FORM ECSRC - Q

(Select One)

Quarterly Report For the period ended **31 December 2008**

TRANSITION REPORT _____
(Applicable where there is a change in reporting issuer's financial year)

For the transition period from _____ to _____

Issuer Registration Number: 002415

S. L. HORSFORD & COMPANY LIMITED

(Exact name of reporting issuer as specified in its charter)
ST. KITTS

(Territory or jurisdiction of incorporation)

P O Box 45
Independence Square West
Basseterre

(Address of principal executive Offices)

(Reporting issuer's:

Telephone number (including area code): **__ (869) 465 2616**

Fax number: **465 1042** _____

Email address: **headoffice@horsfords.com**

NONE
(Former name, former address and former financial year, if changed since last report)

(Provide information stipulated in items 1 to 8 hereunder)

Indicate the number of outstanding shares of each of the reporting issuer's classes of common stock, as of the date of completion of this report.

CLASS	NUMBER
ORDINARY SHARES	30,148,430

SIGNATURES

Name of Chief Executive Officer:
W. Anthony Kelsick

Name of Director:
Donald Kelsick

Signature

Signature

Date

Date

S L HORSFORD & COMPANY LIMITED And Its Subsidiaries

QUARTERLY REPORT

October 2008 – December 2008

Results of Operations

Sales for the period were \$40,600,884 compared to \$34,703,010 the previous year. Net income before tax of \$2,868,724 was an increase of \$452,068 or 18.7% over 2007.

Liquidity

Working capital is adequate to meet trading needs.

Capital Resources

There were no capital commitments at 30 September 2008.

Disclosure of Risk Factors

There are no risks unique to the Company.

Legal Proceedings

Changes in Securities and Use of Funds

There were no changes in securities or use of funds

Defaults Upon Senior Securities

Loan payments of principal and interest were made on their due dates.

Submission of Matters to a Vote of Security Holders

No matters were brought before the shareholders in this period.

Other Information

None

INFORMATION TO BE INCLUDED IN THE REPORT

1. **Financial Statements**

Provide quarterly Financial Statements in accordance with International Accounting Standards. The format of the financial statements should be similar to those provided with the registration statement. Include the following:

- (a) (Condensed Balance Sheet as of the end of the most recent financial year and just concluded quarter.
- (b) Condensed Statement of Income for the interim three, six and nine months of the current financial year and corresponding period in the previous financial year.
- (c) Condensed Statement of Cash Flows for the interim three, six and nine months of the current financial year and the corresponding period in the previous financial year.
- (d) Examples of financial data items to be included in constructing financial statements for various types of businesses are provided in Parts A-D. These items are meant to serve as guidelines only.
- (e) By way of *Notes to Condensed Financial Statements*, provide explanation of items in the financial statements and indicate any deviations from generally accepted accounting practices.

2. **Management's Discussion and Analysis of Financial Condition and Results of Operations**

Discuss reporting issuer's financial condition, changes in financial condition and results of operations during the reporting period. Discussion of material changes should be from the end of the preceding financial year to the date of the most recent interim quarterly report. The broad areas of discussions should centre around liquidity, capital resources and results of operations. Discussions of liquidity and capital resources may be combined whenever the two topics are interrelated.

(a) **Liquidity**

Identify any known trends or commitments, demands, events that will result in or that are reasonably likely to result in the reporting issuer's liquidity increasing or decreasing in any material way. If a deficiency is identified, indicate the course of action that the reporting issuer has taken or proposes to take to remedy the deficiency.

(b) **Capital Resources**

Describe the reporting issuer's material commitments for capital expenditures as of the end of the latest fiscal period, and indicate the general purposes of such commitments and the anticipated source of funds needed to fulfil such commitments. Describe any material trends, favourable or unfavourable in the reporting issuer's capital resources and any expected change in mix. The discussion should consider changes between equity, debt and any off-balance sheet financing arrangements.

(c) **Results of Operation.**

Describe any unusual or infrequent events or transactions or any significant economic changes that materially affected the amount of reported income from continuing operations and in each case indicate the extent the income was so affected. Describe any known trends or uncertainties that have had or that the reporting issuer reasonably expects will have a material favourable or unfavourable impact on net sales or revenues or income from continuing operations. If the reporting issuer knows of events that will cause a material change in the relationship between costs and revenues (such as price increases, costs of labour or materials), the changes in relationship should be disclosed.

Profit for the three months

3. Disclosure of Risk Factors.

Provide a discussion of the risk factors that may have an impact on the results from operations or on the financial conditions. Avoid generalised statements and only include factors that are unique to the company. Typical risk factors include untested products, cash flow and liquidity problems, dependence on a key supplier or customer, management inexperience, nature of business, absence of a trading market (specific to the securities of the reporting issuer), etc. Indicate if any risk factors have increased or decreased in the time interval between the previous and current filing.

4. Legal Proceedings.

A legal proceeding need only be reported in the ECSRC - Q filed for the quarter in which it first became a reportable event and in subsequent quarterly reports in which there have been material developments. Subsequent Form ECSRC - Q filings in the same financial year in which a legal proceeding or a material development is reported should reference any previous reports in that year. Where proceedings have been terminated during the period covered by the report, provide similar information, including the date of termination and a description of the disposition thereof with respect to the reporting issuer and its subsidiaries.

5. Changes in Securities and Use of Proceeds.

- (a) Where the rights of the holders of any class of registered securities have been materially modified, give the title of the class of securities involved. State briefly the general effect of such modification upon the rights of holders of such securities.
- (b) Where the use of proceeds of a security issue is different from that which is stated in the registration statement, provide the following:
 - Offer opening date (provide explanation if different from date disclosed in the registration statement)
 - Offer closing date (provide explanation if different from date disclosed in the registration statement)
 - Name and address of underwriter(s)
 - Amount of expenses incurred in connection with the offer
 - Net proceeds of the issue and a schedule of its use
 - Payments to associated persons and the purpose for such payments
- (b) Report any working capital restrictions and other limitations upon the payment of dividends.

6. Defaults Upon Senior Securities.

- (a) If there has been any material default in the payment of principal, interest, a sinking or purchase fund instalment, or any other material default not satisfied within 30 days, with respect to any indebtedness of the reporting issuer or any of its significant subsidiaries exceeding 5 percent of the total assets of the reporting issuer and its consolidated subsidiaries, identify the indebtedness. Indicate the nature of the default. In the case of default in the payment of principal, interest, or a sinking or purchase fund instalment, state the amount of the default and the total arrears on the date of filing this report.
- (b) If any material arrears in the payment of dividends has occurred or if there has been any other material delinquency not satisfied within 30 days, give the title of the class and state the amount and nature of the arrears or delinquency.

7. Submission of Matters to a Vote of Security Holders.

If any matter was submitted during the period covered by this report to a vote of security holders, through the solicitation of proxies or otherwise, furnish the following information:

- (a) The date of the meeting and whether it was an annual or special meeting.

- (b) If the meeting involved the election of directors, the name of each director elected at the meeting and the name of each other director whose term of office as a director continued after the meeting.
- (c) A brief description of each other matter voted upon at the meeting and state the number of votes cast for or against as well as the number of abstentions as to each such matter, including a separate tabulation with respect to each nominee for office.
- (d) A description of the terms of any settlement between the registrant and any other participant.
- (e) Relevant details of any matter where decision was taken otherwise than at a meeting of such security holders.

8. Other Information.

The reporting issuer may, at its option, report under this item any information, not previously reported in a Form ECSRC - MC report (related to disclosure of material information), with respect to which information is not otherwise called for by this form. If disclosure of such information is made under this item, it need not be repeated in a Form ECSRC - MC report which would otherwise be required to be filed with respect to such information or in a subsequent Form ECSRC - Q report.

S.L. Horsford & co Ltd and Its Subsidiaries
Consolidated Balance Sheet as at 30 December 2008

	December-08	September-08
	EC\$	EC\$
CURRENT ASSETS		
Cash at bank & on hand	729,894	772,509
Accounts Receivable	29,902,801	29,164,201
Inventories	<u>44,551,530</u>	<u>46,184,387</u>
	75,184,225	76,121,097
CURRENT LIABILITIES		
Loans & Bank O/Ds	34,061,834	32,092,233
Accounts Payable & Accruals	8,958,978	13,053,005
Provision for Taxation	<u>1,783,255</u>	<u>2,355,534</u>
	44,804,067	47,500,772
	30,380,158	28,620,325
WORKING CAPITAL		
Investment in Associated Companies	9,746,593	9,746,593
Available for sale Investments	867,611	867,611
Fixed Assets	<u>54,891,142</u>	<u>54,417,661</u>
TOTAL	<u>95,885,504</u>	<u>93,652,190</u>
FINANCED BY:		
Share Capital	30,148,430	30,148,430
Reserves	42,562,681	42,562,681
Current Year Profits	<u>2,868,724</u>	<u>-</u>
	75,579,835	72,711,111
SHAREHOLDERS' FUNDS		
Loans - Non - Current	18,419,001	19,054,411
Deferred Tax	<u>1,886,668</u>	<u>1,886,668</u>
	95,885,504	93,652,190
FUNDS EMPLOYED	<u>95,885,504</u>	<u>93,652,190</u>

S.L. Horsford & Co Ltd and Its Subsidiaries
Income Statement for the period October 2008 to December 2008

	October 2008 to Dec 2008	October 2007 to Dec. 2007
	EC\$	EC\$
SALES	<u>40,600,884</u>	<u>34,703,010</u>
Gross Margin	7,682,953	6,602,898
Other Income	<u>3,373,109</u>	<u>3,441,899</u>
GROSS REVENUE	11,056,062	10,044,797
 EXPENSES		
Building Insurance and	1,063,213	1,094,614
Office	416,008	340,964
Employment	3,639,842	3,441,192
Selling	1,169,149	854,738
Depreciation	751,189	687,189
Interest	829,536	832,876
Other	318,401	376,568
TOTAL EXPENSES	<u>8,187,338</u>	<u>7,628,141</u>
 NET INCOME	 <u><u>2,868,724</u></u>	 <u><u>2,416,656</u></u>