

S L HORSFORD & COMPANY LIMITED
And its Subsidiary Companies

QUARTERLY REPORT

October 2010 – March 2011

Results of Operations

Group sales for the six months ended 31 March 2011 were \$52,422,947 against \$65,581,399 in 2010; this was a decrease of \$13,158,452 or 20%. Net profits were \$5,375,978 against \$6,238,920 a drop of 14%. The introduction of VAT in November 2010 brought about a decrease in the amount reported in sales. Also, the temporary closure of the gas station affected both sales and profits.

The economic climate has worsened and the trend is expected to continue in the months ahead. The company-owned gas station is expected to re-open in April 2011.

Liquidity

Working capital is adequate. The company does not anticipate any shortfall in working capital.

Capital Resources

Construction on the supermarket and shopping complex in Nevis continued. At the end of last fiscal year, 30 September 2010, amount committed for the completion were \$4 million and \$3.5 million for equipment. The project is financed by bank loan and internally generated funds. Projected will be completed later this year.

Disclosure of Risk Factors

There are no risk unique to the company

Legal Proceedings

There are no outstanding legal proceedings.

Changes in Securities and Use of Funds

There were no changes in the rights of shareholders. No offerings were made. There are no restrictions on the payment of dividend; however, the company must get the consent of its bankers.

Defaults Upon Senior Securities

Loan interest and principle were paid as they fell due.

Submission of Matters to a Vote of Security Holders

No matters were voted on by shareholders during this period.

Other Information

None

S.L. Horsford Group of Companies
Consolidated Statement of Financial Position as at March 2011

	March-11 EC\$	December-10 EC\$	September-10 EC\$
CURRENT ASSETS			
Cash at bank & on hand	367,902	231,565	1,650,929
Accounts Receivable	24,854,834	26,602,328	25,739,443
Inventories	35,672,032	35,259,901	31,240,801
	<u>60,894,768</u>	<u>62,093,794</u>	<u>58,631,173</u>
CURRENT LIABILITIES			
Loans & Bank O/Ds	24,430,954	21,441,878	15,626,157
Accounts Payable & Accruals	11,151,817	11,838,186	8,453,945
Provision for Taxation	(994,243)	848,233	1,649,916
	<u>34,588,528</u>	<u>34,128,297</u>	<u>25,730,018</u>
	<u>26,306,240</u>	<u>27,965,497</u>	<u>32,901,155</u>
WORKING CAPITAL			
Investment in Associated Companies	12,954,420	12,954,420	12,954,420
Available for sale Investments	768,009	768,009	768,009
Fixed Assets	90,220,796	87,132,598	85,161,780
TOTAL	<u>130,249,465</u>	<u>128,820,524</u>	<u>131,785,364</u>
FINANCED BY:			
Share Capital	30,148,430	30,148,430	30,148,430
Reserves	79,197,299	79,197,287	80,704,723
Current Year Profits	5,375,978	3,134,946	
	<u>114,721,707</u>	<u>112,480,663</u>	<u>110,853,153</u>
SHAREHOLDERS' FUNDS			
Loans - Non - Current	10,276,896	11,088,999	15,681,349
Deferred Tax	5,250,862	5,250,862	5,250,862
	<u>130,249,465</u>	<u>128,820,524</u>	<u>131,785,364</u>
FUNDS EMPLOYED			

S.L. Horsford Group of Companies**Income Statement for the period October 2010 to March 2011**

	October 2010 to Mar-11	October 2009 to Mar. 2010
	EC\$	EC\$
SALES	<u>52,422,947</u>	<u>65,581,399</u>
Gross Margin	13,716,748	14,583,461
Other Income	7,199,281	7,231,156
GROSS REVENUE	<u>20,916,029</u>	<u>21,814,617</u>
 EXPENSES		
Building and Insurance	1,898,356	1,868,895
Office	754,529	812,117
Employment	7,644,781	7,328,711
Selling	2,130,270	2,084,326
Depreciation	1,418,164	1,487,988
Interest	999,717	1,097,052
Other	694,234	896,608
TOTAL EXPENSES	<u>15,540,051 -</u>	<u>15,575,697</u>
 NET INCOME	<u>5,375,978</u>	<u>6,238,920</u>

Schedule 3
FORM ECSRC - Q

(Select One)

Quarterly Report
For the period ended

31 March 2011

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. 25 May 2011


CLASS	NUMBER
ORDINARY SHARES	30,148,430

SIGNATURES

Name of Chief Executive Officer:
W. Anthony Kelsick

Name of Director:
Donald Kelsick


Signature


Signature

26/05/2011
Date

26/05/2011
Date