

THE GOOD HOPE COMPANY LIMITED

Statement of Changes in Equity

(All figures in Sri Lankan Rupees 000')

	Share Capital	Capital Reserves	Revenue Reserve	Retained Profits	Total Equity
Balance as at 1st April, 2005 - Audited	68,713	457,303	39,662	78,441	644,119
Net profit for the year	-	-	-	10,870	10,870
Ordinary dividend - 2004/05	-	-	-	(6,871)	(6,871)
Balance as at 31st March, 2006 - Audited	68,713	457,303	39,662	82,440	648,118
Balance as at 1st April, 2006	68,713	457,303	39,662	82,440	648,118
Net profit for the period	-	-	-	8,828	8,828
Ordinary dividend - 2005/06	-	-	-	(6,871)	(6,871)
Balance as at 30th September, 2006	68,713	457,303	39,662	84,397	650,075
Balance as at 1st April, 2005	68,713	457,303	39,662	78,441	644,119
Net profit for the period	-	-	-	5,311	5,311
Ordinary dividend - 2004/05	-	-	-	(6,871)	(6,871)
Balance as at 30th September, 2005	68,713	457,303	39,662	76,881	642,559

Cash flow Statement

For the period ended 30th September

(All figures in Sri Lankan Rupees 000')

	2006	2005	Year ended 31.03.06 (Audited)
Net cash outflows from operating activities	(2,604)	(11,637)	(2,604)
Net cash outflows from investing activities	(27)	(4,607)	(9,763)
Net cash outflows from financing activities	(6,586)	(6,871)	(6,878)
(Decrease)/increase in cash and cash equivalents	(9,217)	(23,115)	(19,245)
Cash and cash equivalents at the beginning of the period	(9,761)	9,485	9,484
Cash and cash equivalents at the end of the period	(18,978)	(13,630)	(9,761)
Cash and cash equivalents:			
Bank and cash balance	6,810	1,700	6,244
Short-term deposits	2,710	2,492	2,554
Bank overdraft	(1,682)	(922)	(1,396)
Short-term borrowings	(26,816)	(16,900)	(17,163)
	(18,978)	(13,630)	(9,761)

Figures in brackets indicate deductions

THE GOOD HOPE COMPANY LIMITED

Notes to the Summarised Financial Report

1. Basis of preparation of Summarised Financial Report

The Interim Financial Statements of the Company is prepared on the basis of the same accounting policies and methods applied for the year ended 31st March, 2006 and are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting.

2. Events occurring after the Balance Sheet date

Subsequent to the Balance Sheet date, no circumstances have arisen which would require adjustments to or disclosure in the Summarised Financial Report.

3. Contingent Liabilities

The encumbrances placed on the Company's Malaysian property as part collateral to Rabobank and bank Danamon of Indonesia against loan facilities obtained by PT Agro Indomas has now been released as a result of full settlement of the said loans by PT Agro Indomas.

There are no contingent liabilities in material nature since the last annual Balance Sheet date except for the change in the matter mentioned above.

4. Restatement of Comparative Figures

Certain comparative figures have been restated to conform to the classifications and presentations as at 30th September, 2006.

5. Segmental Analysis

The following information is based on the Primary Segment (Industry Segment) results.

For the period ended 30th September

(All figures in Sri Lankan Rupees '000)

Revenue

Oil palm plantation activities
Dividends on long term investments

Profit after taxation

Oil palm plantation activities
Dividends on long term investments

PLANTED HECTARAGE

as at

Mature (Ha)
Immature / Replanting (Ha)
Total planted (Ha)

INVESTOR INFORMATION

Share Valuation as at

Market value per share (Rs.)

Highest price per share for the period ended(Rs.)

Lowest price per share for the period ended(Rs.)

2006	2005	Year ended 31.3.06 (Audited)
30,694	21,886	37,649
290	215	2,504
30,984	22,101	40,153
8,538	5,096	8,366
290	215	2,504
8,828	5,311	10,870
30.09.2006	30.09.2005	31.03.2006
314.35	202.55	202.55
-	111.80	111.80
314.35	314.35	314.35
30.09.2006	30.09.2005	31.03.2006
182.00	171.00	183.00
200.00	290.00	290.00
175.00	171.00	170.00

THE GOOD HOPE COMPANY LIMITED

Summarised Financial Report

for the period ended

30th September 2006

CORPORATE INFORMATION

Name of the Company	The Good Hope Company Limited (A Carson Cumberbatch Company)
Legal Form	A Public Quoted Company with Limited Liability. Incorporated in Sri Lanka in 1910.
Directors	Hari Selvanathan (Chairman) Mano Selvanathan Israel Paulraj Tennyson Rodrigo Allan Kenneth Sellayah D. Chandima R. Gunawardena P. Chandana. P. Tissera
Alternate Directors	Nataraj Ramaiah (for Hari Selvanathan) Subramaniam Mahendrarajah (for Israel Paulraj)
Bankers	Standard Chartered Bank HSBC Bank Malaysia Berhad Commercial Bank of Ceylon Limited
Auditors	Messrs. KPMG Ford, Rhodes, Thornton & Company Chartered Accountants 32A, Sir Mohamed Macan Markar Mawatha Colombo 3 Sri Lanka.
Managers & Secretaries	Carsons Management Services (Pvt) Ltd 61, Janadhipathi Mawatha Colombo 01 Sri Lanka. Tel: +94 11 4739200 Tel: +94 11 4739300
Agents in Malaysia	Agro Hope Sendirian Berhad Suite 3.02, 3rd Floor, Wisma E&C No.2, Lorong Dungun Kiri Damansara Heights 50490, Kuala Lumpur Malaysia. Tel: +603 2093 4660 Tel: +603 2093 5660
Registered Office	61, Janadhipathi Mawatha Colombo 01 Sri Lanka. Tel: +94 11 4739200 Tel: +94 11 4739300
Corporate Website	www.carsoncumberbatch.com

THE GOOD HOPE COMPANY LIMITED
Review of operations for the six months ended 30th September 2006
Industry review

Palm oil has now emerged as the largest produced edible oil overtaking soya oil, given the diverse use for both edible and non edible usage. The global demand for edible oils stems from economic growth and urbanization in major consuming countries, coupled with the consumption needs of an increasing world population.

The demand for palm oil is currently driven by the emergence of bio diesel for which palm oil is considered as a viable alternate input material. The bio diesel revolution has gained momentum due to it being environmental friendly and in response to increasing global petroleum prices.

Further, the labeling requirements and the legislation mandating inclusion of trans fatty acid content in food products will also propel the demand for palm oil. These factors are expected to provide stability to palm oil prices in the near to medium term although short term fluctuations in prices are common reflecting near term production and consumption expectations.

Company performance

The turnover of the Company for the half year ended 30th September 2006 was Rs 30.98 mn a 40 % increase compared to Rs. 22.10 mn recorded during the six months of the previous financial year which can be attributable to higher crop levels achieved.

Crop levels amounted to 3,880 MT of Fresh Fruit Bunches (FFB) as compared to 2,956 MT harvested in the corresponding period last year. The higher crop levels were mainly due to new extents which were replanted in the previous years coming into maturity and due to increasing yields from young palms.

Net sales Average (NSA) per tonne of FFB was RM 280.34 , a marginal increase compared to RM 278.67 recorded in the previous year.

Accordingly the Company recorded a net profit after tax of Rs 8.83 mn , a 66 % increase as compared to profit of Rs 5.31 mn recorded during the corresponding period of the previous year.

Future prospects

The total extent of the estate is 314 ha, which is currently fully matured, and the benefits of the replanting programme completed, will accrue in the future in the form of improved yields from young palms.

The favorable market conditions for palm oil will also benefit the Company's investments in Indonesian companies PT Agro Indomas (PTAI) and PT Agro Bukit , investments made through Shalimar Developments Sdn . Bhd (SDSB). The dry weather conditions and the haze experienced in this time of the year in Indonesia will have a temporary impact on yield levels and the performance of the company's investment in Indonesia during the year.

Carsons Management Services (Pvt) Ltd
 Managers.
 Colombo, 7th November, 2006

THE GOOD HOPE COMPANY LIMITED
Income Statement

(All figures in Sri Lankan Rupees 000')	Quarter ended 30th September 2006			Six months to 30th September 2006			Year ended 31.03.06 (Audited)
	2005	Change %		2005	Change %		
Revenue	15,144	10,043	51	30,984	22,101	40	40,153
Direct operating costs	(6,831)	(4,914)	39	(15,523)	(10,649)	46	(19,063)
Gross Profit	8,313	5,129	62	15,461	11,452	35	21,090
Other operating expense/income	(434)	572	(176)	302	770	(61)	1,987
	7,879	5,701	38	15,763	12,222	29	23,077
Administrative expenses	(2,003)	(1,761)	14	(4,089)	(3,573)	14	(6,585)
Profit from operations	5,876	3,940	49	11,674	8,649	35	16,492
Finance costs	(789)	(686)	15	(1,341)	(997)	35	(1,946)
Profit before taxation	5,088	3,254	56	10,333	7,652	35	14,546
Income tax	(53)	(266)	(80)	(1,497)	(1,086)	38	(1,176)
Deferred tax	(8)	(759)	(99)	(8)	(1,255)	(99)	(2,500)
Net profit	5,027	2,229	126	8,828	5,311	66	10,870
Earnings per ordinary share (Rs.)	0.73	0.32		1.28	0.77		1.58
Dividend per share (Rs.)	-	-		-	-		1.00

Changes represent the percentage change in current period's results compared to comparative period of last year.

Figures in brackets indicate deductions/negative changes.

THE GOOD HOPE COMPANY LIMITED
Balance Sheet

As at 30th September (All figures in Sri Lankan Rupees 000')	2006	2005	As at 31.03.06 (Audited)
ASSETS			
Non-current Assets			
Property, plant & equipment	490,838	487,165	491,071
Long term Investments	143,575	143,575	143,575
Amounts due from related company	20,816	20,815	20,816
	655,229	651,555	655,462
Current Assets			
Inventories	835	369	225
Debtors and other receivables	36,469	25,749	24,838
Taxation recoverable	858	1,026	1,610
Short-term deposits	2,710	2,492	2,554
Bank and cash balances	6,810	1,700	6,244
	47,682	31,336	35,471
Total Assets	702,911	682,891	690,933
EQUITY & LIABILITIES			
Share Capital & Reserves			
Share capital	68,713	68,713	68,713
Capital reserves	457,303	457,303	457,303
Revenue reserves	124,059	116,543	122,102
	650,075	642,559	648,118
Non-current Liabilities			
Deferred tax liability	17,550	15,819	17,064
Retirement benefit obligations	488	539	589
	18,038	16,358	17,653
Current Liabilities			
Creditors and accruals	6,118	5,697	6,421
Retirement benefit obligations	182	455	182
Short-term borrowings	26,816	16,900	17,163
Bank overdraft	1,682	922	1,396
	34,798	23,974	25,162
Total Equity & Liabilities	702,911	682,891	690,933
Net assets per ordinary share (Rs.)	94.61	93.51	94.32

The Balance Sheet as at 30th September, 2006 and the Statements of Income, Changes in Equity and Cash Flows for the period then ended as disclosed in pages 2 to 4 have been drawn up from unaudited accounts.

Approved & signed on behalf of the Managers,

Approved & signed on behalf of the Board,

D. C. R. Gunawardena
Director

I.Paulraj
Director

P.C.P. Tissera
Director

Carsons Management Services (Pvt) Ltd.
 Colombo, 7th November, 2006