

TO: THE STOCKHOLDERS OF

THE GLAZER COMPANY LIMITED

CONSOLIDATED NINE MONTHS INTERIM FINANCIAL REPORT AT SEPTEMBER 30, 2009

(Unaudited)

<u>Group Income Statements</u>	Notes	GROUP (Unaudited) Three Months Jul. – Sept. 2009 \$000's	GROUP (Unaudited) Three Months Jul. – Sept. 2008 \$000's	GROUP (Unaudited) Nine Months Jan. – Sept. 2009 \$000's	GROUP (Unaudited) Nine Months Jan. – Sept. 2008 \$000's	GROUP (Audited) Twelve Months ended Dec 31, 2008 \$000's
Revenue		1,309,683	1,217,755	3,197,245	3,182,249	4,048,356
Cost of sales		<u>(756,475)</u>	<u>(717,486)</u>	<u>(1,724,056)</u>	<u>(1,734,248)</u>	<u>(2,364,970)</u>
Gross profit		553,208	500,269	1,473,189	1,448,001	1,683,386
Other operating income	5(b)	<u>49,609</u>	<u>35,032</u>	<u>91,320</u>	<u>202,415</u>	<u>144,411</u>
		<u>602,817</u>	<u>535,301</u>	<u>1,564,509</u>	<u>1,650,416</u>	<u>1,827,797</u>
Distribution costs		(179,438)	(180,454)	(539,439)	(533,708)	(637,670)
Administrative expenses		(152,070)	(156,797)	(516,867)	(511,346)	(858,903)
Other operating expenses		(189,304)	(171,313)	(400,052)	(437,506)	(453,485)
Pension costs		<u>(160)</u>	<u>(89)</u>	<u>(480)</u>	<u>(257)</u>	<u>(885)</u>
Employee benefit asset	5(c)	<u>(520,972)</u>	<u>(508,653)</u>	<u>(1,456,838)</u>	<u>(1,482,817)</u>	<u>(1,950,943)</u>
		<u>(100)</u>	<u>16,250</u>	<u>(300)</u>	<u>48,750</u>	<u>18,800</u>
Profit/(loss) from operations		<u>81,745</u>	<u>42,898</u>	<u>107,371</u>	<u>216,349</u>	<u>(104,346)</u>
Finance income		555	7,311	4,510	21,116	31,515
Finance cost		<u>(4,087)</u>	<u>(8,610)</u>	<u>(18,842)</u>	<u>(21,634)</u>	<u>(11,821)</u>
Net finance (cost)/income		<u>(3,532)</u>	<u>(1,299)</u>	<u>(14,332)</u>	<u>(518)</u>	<u>19,694</u>
Impairment losses		<u>(17,688)</u>	-	<u>(17,688)</u>	<u>(60,000)</u>	<u>(367,835)</u>
Profit/(loss) before taxation		60,525	41,599	75,351	155,831	(452,487)
Taxation (charge)/credit		<u>(20,083)</u>	<u>(14,111)</u>	<u>(22,605)</u>	<u>(48,619)</u>	<u>7,799</u>
Profit/(loss) for the period		<u>40,442</u>	<u>27,488</u>	<u>52,746</u>	<u>107,212</u>	<u>(444,688)</u>
Attributable to:						
Parent company stockholders		41,155	25,901	52,612	103,673	(450,139)
Minority interest		<u>(713)</u>	<u>1,587</u>	<u>134</u>	<u>3,539</u>	<u>5,451</u>
		<u>40,442</u>	<u>27,488</u>	<u>52,746</u>	<u>107,212</u>	<u>(444,688)</u>
Dealt with in the financial statements of:						
Parent company		61,888	(26,684)	68,736	155,104	(513,002)
Subsidiary companies		<u>(20,733)</u>	<u>52,585</u>	<u>(16,124)</u>	<u>(51,431)</u>	<u>62,863</u>
		<u>41,155</u>	<u>25,901</u>	<u>52,612</u>	<u>103,673</u>	<u>(450,139)</u>
Earnings/losses per stock unit: Based on stock units in issue		3.39¢	2.10¢	4.29¢	8.60¢	(37.16¢)

*The accompanying notes form an integral part of the financial statements

THE GREENER COMPANY LIMITED

(Unaudited)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Nine months ended September 30, 2009

	Nine Months September 2009 \$000's	Nine Months September 2008 \$000's
Profit for the period	<u>52,746</u>	<u>107,212</u>
Other comprehensive income:		
Currency translation differences on foreign subsidiaries	52,704	45,225
Fair value gains losses on investment	(1,275)	(121,518)
Income tax on other comprehensive income	<u>425</u>	<u>40,502</u>
Other comprehensive income/(loss) for the period, net of taxes	<u>51,854</u>	<u>(35,791)</u>
Total comprehensive income for the period	<u>104,600</u>	<u>71,421</u>
Total comprehensive income attributable to:		
Owners of the parent	104,466	67,882
Minority interest	<u>134</u>	<u>3,539</u>
Total comprehensive income for the period	<u>104,600</u>	<u>71,421</u>

The Greener Company Limited

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT SEPTEMBER 30, 2009

	Notes	GROUP (Unaudited) Nine Months Sept. 30, 2009 \$000's	GROUP (Unaudited) Nine Months Sept. 30, 2008 \$000's	GROUP (Audited) Twelve Months Dec. 31, 2008 \$000's
Assets				
Property, plant and equipment	5(c)	1,029,259	843,072	914,383
Intangible assets		-	199,909	-
Employee benefit asset		843,568	867,929	843,868
Long-term receivables		-	-	1,278
Investment in associates		150	150	150
Investments		81,138	142,606	134,570
Deferred tax assets		<u>7,185</u>	<u>6,728</u>	<u>6,010</u>
Total non-current assets		<u>1,961,300</u>	<u>2,060,394</u>	<u>1,900,259</u>
Cash and cash equivalents		74,089	111,507	88,553
Securities purchased under agreement for resale		140,839	170,965	74,447
Trade and other receivables		517,432	749,129	598,609
Prepayments		63,051	55,368	35,742
Taxation recoverable		88,985	43,140	99,524
Inventories and goods in-transit		<u>494,303</u>	<u>514,244</u>	<u>470,190</u>
Total current assets		<u>1,378,699</u>	<u>1,644,353</u>	<u>1,367,065</u>
Total Assets		<u>3,339,999</u>	<u>3,704,747</u>	<u>3,267,324</u>
Stockholders' equity				
Share capital		605,622	605,622	605,622
Reserves		<u>1,455,602</u>	<u>1,770,285</u>	<u>1,407,376</u>
Total equity attributable to equity holders of the parent company		<u>2,061,224</u>	<u>2,375,907</u>	<u>2,012,998</u>
Minority interest		<u>31,253</u>	<u>30,710</u>	<u>31,119</u>
Total equity		<u>2,092,477</u>	<u>2,406,617</u>	<u>2,044,117</u>
Liabilities				
Long-term liabilities		24,912	51,277	44,636
Employee benefit obligation		89,150	71,300	89,100
Deferred tax liabilities		<u>313,750</u>	<u>367,361</u>	<u>337,624</u>
Total non-current liabilities		<u>427,812</u>	<u>489,938</u>	<u>471,360</u>
Bank overdraft		23,961	92,789	28,325
Trade and other payables		762,300	665,932	698,564
Taxation		532	388	2,572
Current portion of long-term liabilities		6,748	20,110	8,650
Deferred income		<u>26,169</u>	<u>28,973</u>	<u>13,736</u>
Total current liabilities		<u>819,710</u>	<u>808,192</u>	<u>751,847</u>
Total liabilities		<u>1,247,522</u>	<u>1,298,130</u>	<u>1,223,207</u>
Total equity and liabilities		<u>3,339,999</u>	<u>3,704,747</u>	<u>3,267,324</u>
Stockholders' equity per ordinary stock unit		170.17¢	196.66¢	168.76¢

The accompanying notes form an integral part of the financial statements.

The Gleaner Company Limited

(Unaudited)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine months ended September 30, 2009

	Share capital \$000's	Capital reserves \$000's	Fair value reserves \$000's	Reserve for own shares \$000's	Retained profits \$000's	Total \$000's	Minority interest \$000's	Total equity \$000's
Balances at January 1, 2008	605,622	598,868	107,665	(150,375)	1,235,531	2,397,311	27,171	2,424,482
Total comprehensive income/(loss) for the period	-	45,225	(81,016)	-	103,673	67,882	3,539	71,421
Dividends paid (gross)	-	-	-	-	(42,394)	(42,394)	-	(42,394)
Own shares acquired in the Gleaner Company Limited Employee Investment Trust (GCLEIT)	-	-	-	(46,892)	-	(46,892)	-	(46,892)
Balances at September 30, 2008	<u>605,622</u>	<u>644,093</u>	<u>26,649</u>	<u>(197,267)</u>	<u>1,296,810</u>	<u>2,375,907</u>	<u>30,710</u>	<u>2,406,617</u>
Balances at January 1, 2009	605,622	840,880	58,001	(197,226)	705,721	2,012,998	31,119	2,044,117
Total comprehensive income/(loss) for the period	-	52,704	(850)	-	52,612	104,466	134	104,600
Dividends paid (gross) (see note 11)	-	-	-	-	(42,394)	(42,394)	-	(42,394)
Own shares sold in the Gleaner Company Limited Employee Investment Trust (GCLEIT)	-	-	-	(13,846)	-	(13,846)	-	(13,846)
Balances at September 30, 2009	<u>605,622</u>	<u>893,584</u>	<u>57,151</u>	<u>(211,072)</u>	<u>715,939</u>	<u>2,061,224</u>	<u>31,253</u>	<u>2,092,477</u>

The accompanying notes form an integral part of the financial statements.

The Greener Company Limited

STATEMENT OF CASH FLOWS Nine Months ended September 30, 2009 (Unaudited)

	GROUP (Unaudited) Nine Months Sept. 30, 2009 \$000's	GROUP (Unaudited) Nine Months Sept. 30, 2008 \$000's	GROUP (Audited) Twelve Months Dec 31, 2008 \$000's
Cash Flow from operating activities			
Profit/(loss) attributable to stockholders	52,612	103,673	(450,139)
Adjustment for non-cash items	<u>60,701</u>	<u>65,706</u>	<u>481,366</u>
	113,313	169,379	31,227
Change in working capital	<u>(61,388)</u>	<u>(109,475)</u>	<u>127,524</u>
Net cash generated by operating activities	51,925	59,904	158,751
Net cash (used)/provided by investing activities	(3,847)	29,504	25,131
Net cash used in financing activities	<u>(58,178)</u>	<u>(72,396)</u>	<u>(125,360)</u>
Net (decrease)/increase in cash and cash equivalents	(10,100)	17,012	58,522
Cash and cash equivalents at beginning of period	<u>60,228</u>	<u>1,706</u>	<u>1,706</u>
Cash and cash equivalents at end of period	<u>50,128</u>	<u>18,718</u>	<u>60,228</u>
Comprised of:			
Cash and cash equivalents	74,089	111,507	88,553
Bank overdraft	<u>(23,961)</u>	<u>(92,789)</u>	<u>(28,325)</u>
	<u>50,128</u>	<u>18,718</u>	<u>60,228</u>

The accompanying notes form an integral part of the financial statements.

Notes to the Interim Financial Report

We hereby present the Report of the unaudited Group results for the nine months ended September 30, 2009.

1. Basis of Preparation

The financial statements are prepared in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board and comply with the provisions of the Jamaican Companies Act.

The accounting policies applied in these interim financial statements are consistent with those in the audited financial statement for the year ended December 31, 2008 with the exception of the revision of IAS 1 – Presentation of Financial Statements which came into effect after that date.

The effect of this revision is to present two (2) Statements of Income & Expenses (an income statement and a statement of comprehensive income), separately from owner changes in equity.

Components of other comprehensive income have not been presented in the statement of changes in equity. The Balance Sheet is now referred to as the 'Consolidated Statement of Financial Position', and the cash flow statement referred to as the Statement of Cash Flows.

2. Segment Reporting

The Group's reportable segments are as follows: -

1. The Media segment consist of both print and radio activities.
2. The books and stationery segment consists of selling books and stationery on both a wholesale and retail basis both to local and international markets.
3. The other category consists of Consultancy and Factoring Service provided.

For management purposes, the Group is organized into three business segments, based on their products and services.

Management monitors the operating results of business segments separately for the purpose of making decisions about resources to be allocated and the assessing of performances. Finance cost, finance income and income taxes are managed on an individual basis.

Notes to the Interim Financial Report (Cont'd)

2. Segment Reporting (cont'd)

Financial information operating by segment:

	<u>Media</u>		<u>Books and Stationery</u>		<u>Other</u>		<u>Total</u>	
	<u>2009</u> \$000's	<u>2008</u> \$000's	<u>2009</u> \$000's	<u>2008</u> \$000's	<u>2009</u> \$000's	<u>2008</u> \$000's	<u>2009</u> \$000's	<u>2008</u> \$000's
Turnover	<u>2,435,663</u>	<u>2,518,945</u>	<u>754,641</u>	<u>655,072</u>	<u>6,941</u>	<u>8,052</u>	<u>3,197,245</u>	<u>3,182,069</u>
Profit/(loss) from operations	<u>39,854</u>	<u>189,294</u>	<u>44,109</u>	<u>27,888</u>	<u>3,409</u>	<u>(833)</u>	<u>107,371</u>	<u>216,349</u>
Net finance cost	-	-	-	-	-	-	<u>(14,332)</u>	<u>(518)</u>
Profit from operations	-	-	-	-	-	-	93,089	215,831
Impairment losses	-	-	-	-	-	-	<u>(17,688)</u>	<u>(60,000)</u>
Profit before taxation	-	-	-	-	-	-	75,351	155,831
Taxation	-	-	-	-	-	-	<u>(22,605)</u>	<u>(48,619)</u>
Profit after taxation	-	-	-	-	-	-	52,746	107,212
Minority interest	-	-	-	-	-	-	<u>(134)</u>	<u>(3,539)</u>
Profit attributable to Stockholders of parent Company	-	-	-	-	-	-	<u>52,612</u>	<u>103,673</u>
Segment assets	<u>2,485,626</u>	<u>3,012,949</u>	<u>706,482</u>	<u>612,729</u>	<u>147,891</u>	<u>79,128</u>	<u>3,339,999</u>	<u>3,704,747</u>
Segment liabilities	<u>847,903</u>	<u>989,099</u>	<u>374,695</u>	<u>289,042</u>	<u>24,924</u>	<u>19,989</u>	<u>1,247,522</u>	<u>1,298,130</u>
Capital expenditure	<u>26,710</u>	<u>25,592</u>	<u>1,526</u>	<u>6,238</u>	-	-	<u>28,238</u>	<u>31,830</u>
Depreciation and amortisation	<u>54,610</u>	<u>60,516</u>	<u>5,302</u>	<u>6,377</u>	-	<u>3,675</u>	<u>59,912</u>	<u>70,568</u>

3. Group Financial Accounts for the nine months ended September, 2009 show a profit before taxation of approximately \$75.4M (2008: \$155.8M).
4. The Group profit, after taxation and minority interest, for the nine months of 2009 was approximately \$52.7M compared with a profit of approximately \$107.2M for the same period last year.
5. In comparing the financial statements for the nine-month period ended September 30, 2009, with those of comparative period of 2008, the following should be noted: -
 - (a) Revenue increased by approximately \$15M or 0.5% for the period.
 - (b) Other operating income of \$91M includes interest income and gain on exchange (2008: \$202M). The 2008 income also included gains on sale of quoted shares (Lascelles) of (\$112M).
 - (c) Employee benefit asset loss of **\$0.3M** (2008: \$49M profit), usually represents a portion of the surplus in the parent company's pension scheme, which, in accordance with IAS 19, has been credited to the Group income statements. The surplus is, however, not realised profit as it represents future economic benefits to be derived from the reduction in the company's contribution to the pension scheme [See also Balance Sheet item of approximately \$868M (2008: \$868M)].

Notes to the Interim Financial Report (Cont'd)

6. The Group Financial Statements for the nine months ended September 30, 2009, include the Company's twelve (2008: twelve) subsidiaries – Associated Enterprise Limited, Popular Printers Limited, Sangster's Book Stores Limited, The Book Shop Limited, The Gleaner Online Limited, Selectco Publications Limited, Independent Radio Company Limited, Creek Investment Limited and overseas subsidiaries, The Gleaner Company (U.S.A.) Limited, The Gleaner Company (Canada) Incorporated, and GV Media Group Limited.
7. Revenue represents sales by the Group before commission payable but excluding returns.
8. The calculations of loss/earnings per stock unit are arrived at by dividing profit after taxation attributable to the parent company's stockholders by 1,211,243,827 stock units, that is, the number of stock units in issue at the end of the period/year.
9. The calculations of stockholders' equity per ordinary stock unit for 2009 and 2008 are arrived at by dividing capital and reserves by 1,211,243,827 stock units.
10. Adjustments to show Trading Profit: -

	<u>Sept.</u> <u>2009</u> \$M	<u>Sept.</u> <u>2008</u> \$M
Profit before tax	75.3	155.8
Employee benefit asset	0.3	(48.7)
Gain on sale of quoted shares (Lascelles)	-	(112.0)
Impairment written off	<u>17.7</u>	<u>60.0</u>
Trading profit	<u>93.3</u>	<u>55.1</u>

After adjusting for changes in employee benefit asset, the sale of quoted shares and impairment, the trading profit was \$93.3M to September 2009 versus \$55.1M for 2008.

11. Dividend and Stock Prices

For 2009, your directors approved the payment of a 1st Interim Ordinary Dividend of 3.5 cents per stock unit payable to stockholders on record at April 9, 2009. Payment was made on April 23, 2009.

The Company's stock unit price on the Jamaica Stock Exchange at September 30, 2009 was \$1.45; the opening price at January 1, 2009 was \$1.70.

12. Libel Cases

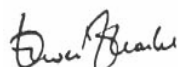
The Company's lawyers advised that they are of the opinion that the provision made in the Company's accounts is a reasonable provision for the purpose of covering all reasonable and probable judgements and costs for existing libel actions against the Company.

13. Impairment

Intangible assets in respect of foreign subsidiaries were fully written off in December 2008. This substantial write off will not reoccur in 2009.

However there was impairment of \$17.7M in a local subsidiary that held the parent company's shares. This was due to the reduction of the share price (see note 11).

On behalf of the Board



Hon. O. F. Clarke, O.J.
Chairman and Managing Director



C. N. Barnes
Deputy Managing Director

November 12, 2009