

Schedule 3
FORM ECSRC - Q

(Select One)

Quarterly Report
For the period ended

— **30 June 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. 22 July 2011


CLASS	NUMBER
ORDINARY SHARES	30,148,430

SIGNATURES

Name of Chief Executive Officer:
W. Anthony Kelsick

Name of Director:
Donald Kelsick

.....


.....


Signature

Signature

.....
22/07/2011

.....
22/07/2011

Date

Date

S L HORSFORD & COMPANY LIMITED
And its Subsidiary Companies

QUARTERLY REPORT

October 2010 – June 2011

Results of Operations

Sales for the six months ended 30 June 2011 were \$75,573,237 against \$93,136,208 in 2010 an apparent decrease of 18.7%. It should be noted that consumption tax was part of the sales figure in 2010 and was replaced by VAT which is a tax on sales; this effectively reduced the dollar amount of sales. Net profit for the period was \$6,725,148 compared to \$8,732,691 the previous year; a decrease of 23.0%

The company-owned gas station on Wellington Road re-opened in mid-April under the Sol brand. The station had been closed from March 2010.

There was a further slowing down of the economy over the last three months with a corresponding contraction in business. Outlook for the remainder of the year is for more of the same. Management continues its vigilance in the management of working capital.

Liquidity

Working capital is adequate; no shortfall is anticipated

Capital Resources

Construction of the shopping facility in Nevis is nearing completion. Project is financed by bank loans and internally generated funds.

Disclosure of Risk Factors

There are no known risk factors unique to the Company.

Legal Proceedings

There are no legal proceedings against the company.

Changes in Securities and Use of Funds

None

Defaults Upon Senior Securities

Debts were serviced as and when they fell due. There were no defaults.

Submission of Matters to a Vote of Security Holders

The Annual General Meeting (AGM) was held on 21 April 2011. Shareholders voted on the following matters:

- The Financial Statements for the year ended 30 September 2010 were unanimously accepted by the shareholders
- The shareholders unanimously confirmed the payment of the interim dividend of five cents per share and approved a final dividend payment of six cents per share to shareholders on record at 15 February 2011

- Mr. Anthony Gonsalves and Mr. Victor Williams retired from the Board on rotation and were unanimously re-elected. Other directors were Messrs. Anthony Kelsick (Chairman and Managing Director) Donald Kelsick (Executive Director), Malcolm Kirwan and Mark Wilkin.
- Auditors, Pannell Kerr Forster, Chartered Accountants, were unanimously re-elected as Auditors for the year ending 30 September 2011.

Other Information

Mr. Christopher Martin resigned from his positions in the Company: as a Director in February 2011 and as the General Manager of S L Horsford Nevis Limited, the following month, March 2011.

On 23 June 2011 the Board of Directors appointed Mrs. Judith Ng'alla a director of the Company. Mrs. Ng'alla also continues as Company Secretary.

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

	June 2011 EC\$	September 2010 EC\$
CURRENT ASSETS		
Cash at bank & on hand	421,000	1,650,929
Accounts Receivable	21,658,215	25,739,443
Inventories	34,729,483	31,240,801
	<u>56,808,698</u>	<u>58,631,173</u>
CURRENT LIABILITIES		
Loans & Bank Overdrafts	24,816,530	15,626,157
Accounts Payable & Accruals	10,077,752	8,453,945
Provision for Taxation	(1,069,243)	1,649,916
	<u>33,825,039</u>	<u>25,730,018</u>
	22,983,659	32,901,155
WORKING CAPITAL		
Investment in Associated Companies	12,954,420	12,954,420
Available for sale Investments	768,009	768,009
Fixed Assets	92,260,308	85,161,780
TOTAL	<u><u>128,966,396</u></u>	<u><u>131,785,364</u></u>
FINANCED BY:		
Share Capital	30,148,430	30,148,430
Reserves	77,387,873	80,704,723
Current Year Profits	<u>6,725,149</u>	
	114,261,452	110,853,153
SHAREHOLDERS' FUNDS		
Loans - Non - Current	9,454,082	15,681,349
Deferred Tax	<u>5,250,862</u>	<u>5,250,862</u>
FUNDS EMPLOYED	<u><u>128,966,396</u></u>	<u><u>131,785,364</u></u>

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

	Oct. 2010 to Jun-11	Oct. 2010 to Mar-11	Oct. 2010 to Dec-10	October 2009 to June-10
	EC\$	EC\$	EC\$	EC\$
SALES	<u>75,573,237</u>	<u>52,422,947</u>	<u>29,589,006</u>	<u>93,136,208</u>
Gross Margin	19,394,240	13,716,748	7,564,164	20,996,600
Other Income	10,606,841	7,199,281	3,487,244	11,245,726
GROSS REVENUE	<u>30,001,081</u>	<u>20,916,029</u>	<u>11,051,408</u>	<u>32,242,326</u>
EXPENSES				
Building and Insurance	3,026,307	1,898,356	1,015,221	3,038,128
Office	1,136,983	754,529	380,359	1,245,570
Employment	11,328,019	7,644,781	3,837,675	10,858,470
Selling	3,048,426	2,130,270	1,065,209	3,139,884
Depreciation	2,098,098	1,418,164	708,438	2,223,761
Interest	1,518,298	999,717	504,055	1,635,344
Other	1,119,802	694,234	405,505	1,368,478
TOTAL EXPENSES	<u>23,275,933</u>	<u>15,540,051</u>	<u>7,916,461</u>	<u>23,509,635</u>
NET INCOME	<u>6,725,148</u>	<u>5,375,978</u>	<u>3,134,947</u>	<u>8,732,691</u>