

**THE GENERAL INVESTMENT AND DEVELOPMENT COMPANY LIMITED
PRELIMINARY REPORT**

A summary of the group's and the company's unaudited results for the year ended June 30, 2005 together with the comparative figures for June 30, 2004 are given below:

ABRIDGED PROFIT AND LOSS ACCOUNT

	THE GROUP		THE COMPANY	
	2005 Rs'000	2004 Rs'000	2005 Rs'000	2004 Rs'000
Turnover	779,792	348,182	27,485	31,459
(Loss)/Profit before exceptional items	(6,331)	(2,165)	13,513	20,203
Exceptional items	(28,464)	(531)	(72,846)	(290)
(Loss)/Profit after exceptional items	(34,795)	(2,696)	(59,333)	19,913
Share of profits less losses of associated companies	27,118	4,093	-	-
(Loss)/Profit before taxation	(7,677)	1,397	(59,333)	19,913
Taxation charge	(4,077)	(6,326)	(104)	(168)
(Loss)/Profit after taxation	(11,754)	(4,929)	(59,437)	19,745
Minority interests	(3,808)	(1,441)	-	-
(Loss)/Profit attributable to the shareholders of the holding company	(15,562)	(6,370)	(59,437)	19,745

ABRIDGED BALANCE SHEETS

	THE GROUP		THE COMPANY	
	2005 Rs'000	2004 Rs'000	2005 Rs'000	2004 Rs'000
ASSETS				
Property, plant and equipment	96,315	81,346	-	-
Investment properties	16,957	17,209	-	-
Intangible assets	15,762	179	-	-
Investments	305,684	279,014	412,380	320,917
Investments in associated companies	187,573	183,010	162,260	147,583
Non-current receivables	62	10,396	133	15,629
Current assets	408,184	266,267	50,157	69,701
TOTAL ASSETS	1,030,537	837,421	624,930	553,830
EQUITY AND LIABILITIES				
Share capital	29,173	29,173	29,173	29,173
Share premium	148,787	148,787	148,787	148,787
Reserves	277,510	270,245	281,975	250,463
Shareholders interests'	455,470	448,205	459,935	428,423
Minority interests	34,161	11,373	-	-
Borrowings	77,396	75,456	35,942	36,115
Retirement benefit obligations	16,418	12,140	-	-
Deferred taxation	973	776	-	-
Current liabilities	446,119	289,471	129,053	89,292
TOTAL EQUITY AND LIABILITIES	1,030,537	837,421	624,930	553,830

ABRIDGED CASH FLOW STATEMENTS

	THE GROUP		THE COMPANY	
	2005 Rs'000	2004 Rs'000	2005 Rs'000	2004 Rs'000
Net cash flows from operating activities	(21,886)	(19,804)	(13,186)	9,757
Net cash flow from investing activities	(27,850)	(18,000)	(14,480)	(14,833)
Net cash flow from financing activities	20,527	10,827	28,577	3,010
	(29,209)	(26,977)	911	(2,066)
Bank overdrafts net of cash balance at July 1,	(149,668)	(122,691)	(39,726)	(37,660)
Consolidation adjustment	(33,619)	-	-	-
Bank overdrafts net of cash balance at June 30,	(212,496)	(149,668)	(38,815)	(39,726)

Equity

STATEMENT OF CHANGES IN EQUITY

THE GROUP	Share	Share	Associated	Fair Value	Retained	Total
	Capital	Premium	Companies	& Other	Earnings	
	Rs'000	Rs'000	Rs'000	Reserves	Rs'000	Rs'000
				Rs'000		
Balance at July 1, 2003, as previously stated	29,173	148,787	91,141	125,317	20,912	415,330
Prior year adjustments	-	-	-	-	(776)	(776)
-as restated	29,173	148,787	91,141	125,317	20,136	414,554
Fair value adjustment	-	-	-	29,820	-	29,820
Changes in net assets of associated cos'	-	-	16,036	-	-	16,036
Net results for the year before dividends	-	-	(8,117)	-	1,747	(6,370)
Dividends	-	-	-	-	(5,835)	(5,835)
Balance at June 30, 2004	29,173	148,787	99,060	155,137	16,048	448,205
Balance at July 1, 2004	29,173	148,787	99,060	155,137	16,048	448,205
Transfer from associated companies	-	-	(4,712)	-	4,712	-
Transfer on sale of land	-	-	-	(1,971)	1,971	-
Transfer on disposal of securities	-	-	-	(174)	-	(174)
Fair value adjustment	-	-	-	27,210	-	27,210
Change in percentage holding	-	-	-	(1,107)	2,102	995
Changes in net assets of associated cos'	-	-	631	-	-	631
Net results for the year before dividends	-	-	21,527	-	(37,089)	(15,562)
Dividends	-	-	-	-	(5,835)	(5,835)
Balance at June 30, 2005	29,173	148,787	116,506	179,095	(18,091)	455,470
THE COMPANY						
		Share	Share	Fair Value	Retained	Total
		Capital	Premium	Reserves	Earnings	Total
		Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2003		29,173	148,787	71,055	114,828	363,843
Fair value adjustment		-	-	50,670	-	50,670
Profit for the year		-	-	-	19,745	19,745
Dividends		-	-	-	(5,835)	(5,835)
Balance at June 30, 2004		29,173	148,787	121,725	128,738	428,423
Balance at July 1, 2004		29,173	148,787	121,725	128,738	428,423
Transfer		-	-	20,792	-	20,792
Fair value adjustment		-	-	75,992	-	75,992
Loss for the year		-	-	-	(59,437)	(59,437)
Dividends		-	-	-	(5,835)	(5,835)
Balance at June 30, 2005		29,173	148,787	218,509	63,466	459,935

Data

DATA PER SHARE	THE GROUP		THE COMPANY	
	2005	2004	2005	2004
Ordinary shares in issue (shares of Re1 each)	25,599,436	25,599,436	25,599,436	25,599,436
Participating preference shares in issue (shares of Re1 each)	3,573,064	3,573,064	3,573,064	3,573,064
(Loss)/Earnings per share	Rs(0.53)	Rs(0.22)	Rs(2.04)	Rs0.68
No of shares used for computation of EPS	29,172,500	29,172,500	29,172,500	29,172,500
Dividend per share	Rs 0.20	Rs 0.20	Rs 0.20	Rs 0.20
Net asset value per share	Rs15.61	Rs15.36	Rs15.77	Rs14.69

NOTES

1.The abridged financial statements which are unaudited have been prepared in accordance with International Financial Reporting Standards.

2.The increase in turnover is due to the first time consolidation of Automotive Sales and Services Ltd as a subsidiary whereas in previous years it was consolidated as an associated company. Loss before exceptional amounted to Rs 6.3m as compared with a loss of Rs 2.2m last year, this being due to the worsening results of Grewals Contracting Ltd.

The exceptional items for the company consist of the write-off of the investments and debts of Grewals Contracting Ltd and Delta Vision Ltd. The activities of both companies have now been scaled down.

The increase in the share of profits from associated companies is mainly due to the better results of Food & Allied Industries Ltd and the ceasing of activities of Plastinax Austral (Com) Ltd which last year incurred losses of Rs 40m.

3. Copies of the preliminary report is available free of charge to the public at the registered office of the company at 7th floor, Swan Group Centre, Port Louis.

BY ORDER OF THE BOARD

JULIEN HOAREAU
for **ESPITALIER NOEL Ltd**
Secretaries

"This communiqué is issued pursuant to Listing Rule 12.20"

The Board of Directors of General Investment & Development Co Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.