



UNAUDITED RESULTS

for the six months ended 31 August 2007

- Investment portfolio: 49% ↑
- Net asset value per share: 12% ↑

NATURE OF BUSINESS

The company's main business is that of an investment holding company in unlisted agri companies.

HIGHLIGHTS

Zeder has achieved its stated objective to equity account its investments in

- Kaap Agri Limited;
- Pioneer Food Group Limited via Kaap Agri Limited;
- KWV Limited;
- MGK Business Investments Limited ("MGK"); and
- KLK Landbou Limited

with effect from 1 August 2007, except for MGK which took effect in July 2007.

The aforementioned equity accounted earnings for the period under review amounted to R6,586 million.

The company made cash investments of R184 million since 28 February 2007.

RESULTS

Zeder's investment portfolio increased to R1 153,0 million from R776,3 million as at 28 February 2007. Zeder's net profit after tax of R162,2 million for the reporting period increased by 19% compared to the six months ended 28 February 2007. The increase is due to the inclusion of profits of the associated companies and the marked-to-market adjustments of Zeder's investments.

Zeder further expanded its investment portfolio during the reporting period. In addition to the new investment in MGK and increased shareholding in its existing investment portfolio, Zeder also obtained a 4% shareholding in Tuinroete Agri Limited. More than 50% of Zeder's current investment portfolio is represented by its investments in Kaap Agri Limited/Pioneer Food Group Limited and KWV Limited. The detailed portfolio is available on the company's website at www.zeder.co.za.

Zeder's net asset value per share increased by 12% from R2,25 on 28 February 2007 to R2,51 on 31 August 2007.

PROSPECTS

It is Zeder's aim to equity account all its investments. Zeder is continuously investigating opportunities in the agricultural and related sectors that may require substantial cash outlays.

Zeder identified the following attributes in making the investment case:

- Long, established track records
- Strong brands that deliver good underlying cash flows
- Strong management with extensive experience
- Asset rich and relative low price earnings ratios

Zeder's profits for the six months ended 31 August 2007 mainly consist of marked-to-market profits emanating from its underlying investments. Marked-to-market profits do not necessarily represent recurring income due to the fluctuations in market prices. The effect of Zeder's objective to equity account all its investments should eliminate the volatility in its earnings which may result in lower but less volatile profits in future. A significant portion of future profits will be of an equity accounted nature.

DIVIDENDS

Only a final dividend will be declared in terms of the company's dividend policy which is to pay cash dividends equal to the dividends received from the underlying investments.

On behalf of the board.

Jannie Mouton <i>Chairman</i>	Antonie Jacobs <i>Chief Executive Officer</i>
Stellenbosch	21 September 2007

CONDENSED INCOME STATEMENT

for the six months ended 31 August 2007

Notes	Six months	
	Unaudited 31 August 2007 Rm	Audited 28 February 2007 Rm
Income		
Investment income	25,6	30,8
Fair value gains and losses on financial instruments	166,4	137,1
Total income	192,0	167,9
Expenses		
Management fee	(11,3)	(7,5)
Total expenses	(11,3)	(7,5)
Results of operating activities	180,7	160,4
Share of profits of associated companies	6,6	
Net income before taxation	187,3	160,4
Taxation	(25,1)	(23,9)
Net income attributable to equity holders	162,2	136,5
Headline earnings	162,2	136,5
Earnings per share (cents)		
– attributable/headline	28,4	27,8
– diluted attributable/headline	28,4	27,8
Dividend per share (cents)		
– final		2,0
Number of shares (million)		
– in issue	571,3	571,3
– weighted/diluted weighted average	571,3	490,5

CONDENSED BALANCE SHEET

as at 31 August 2007

Notes	Unaudited 31 August 2007 Rm	Audited 28 February 2007 Rm
ASSETS		
Financial assets		
Investment in associated companies	782,7	
Equity securities	357,8	776,3
Loans and advances	12,5	
Receivables	3,0	0,2
Cash and cash equivalents	352,0	537,4
Total assets	1 508,0	1 313,9
EQUITY		
Ordinary shareholders' equity	1 433,6	1 282,9
Total equity	1 433,6	1 282,9
LIABILITIES		
Deferred income tax	35,9	18,5
Trade and other payables	32,4	7,1
Current income tax liabilities	6,1	5,4
Total liabilities	74,4	31,0
Total equities and liabilities	1 508,0	1 313,9
Net asset/tangible asset value per share (cents)	250,9	224,5

CONDENSED STATEMENT OF CHANGES IN OWNERS' EQUITY

for the six months ended 31 August 2007

	Six months	
	Unaudited 31 August 2007 Rm	Audited 28 February 2007 Rm
Ordinary shareholders' equity at beginning of period	1 282,9	
Shares issued		1 146,4
Net income for the period	162,2	136,5
Dividend paid	(11,5)	
Ordinary shareholders' equity at end of period	1 433,6	1 282,9

CONDENSED CASH FLOW STATEMENT

for the six months ended 31 August 2007

	Six months	
	Unaudited 31 August 2007 Rm	Audited 28 February 2007 Rm
Cash generated by operating activities	17,0	30,3
Dividends paid	(11,5)	
Taxation paid	(6,9)	
Net cash flow from operating activities	(1,4)	30,3
Net cash flow from investment activities	(184,0)	(190,9)
Net cash flow from financing activities		698,0
Net (decrease)/increase in cash and cash equivalents	(185,4)	537,4
Cash and cash equivalents at beginning of period	537,4	
Cash and cash equivalents at end of period	352,0	537,4

NOTES

1. Basis of presentation and accounting policies

The abridged financial statements have been prepared in terms of International Financial Reporting Standards (IFRS), IAS 34 – Interim Financial Reporting and in compliance with the Listing Requirements of the JSE Limited. The accounting policies used in the preparation of the abridged financial statements are consistent with those used in the financial statements for the period ended 28 February 2007 except for the following policies which have been added since:

Investment in associated companies

Associated companies are all entities over which the company has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associated companies are accounted for by the equity method of accounting.

2. Investment in associated companies

	Unaudited 31 August 2007 Rm	Audited 28 February 2007 Rm
Carrying value of shares		
Unlisted	782,7	

The company's shareholding in Kaap Agri Limited was increased to 21,81% by exchanging its 5,84% interest in Pioneer Food Group Limited for shares in Kaap Agri Limited.

3. Commitments and contingencies

The company did not have any capital commitments or contingencies at 31 August 2007.

4. Taxation

Taxation is provided on the net fair value adjustments to the company's investment portfolio, using an effective capital gains tax rate of 14,5%. Interest income is taxed at 29%, net of the apportioned management fee expense.

5. Comparatives

No comparative numbers have been provided for 31 August 2006 as the company was only established on 1 September 2006.

Zeder Investments Limited (Incorporated in the Republic of South Africa) (Registration number: 2006/019240/06) Share code: ZED

ISIN: ZAE000088431 ("Zeder" or "the company")

Directors: JF Mouton (chairman), AE Jacobs* (CEO), CA Otto, MS du Pré le Roux, JG Carinus, LP Retief* (* executive / independent non-executive)

Secretary and registered office: PSG Corporate Services (Pty) Limited, 1st Floor, Ou Kollage, 35 Merk Street, Stellenbosch, 7600 PO Box 7403, Stellenbosch, 7599

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Sponsor: PSG Capital (Pty) Limited

"HORIZONS ARE ILLUSIONS CREATED ONLY BY HUMAN LIMITATION."

Anonymous