

INTERIM RESULTS

FOR THE SIX MONTHS ENDED 31 AUGUST 2008

Focusing on our ability
to add value to our
underlying investments



- Net asset value per share: **↑4% to R2,69**
- Headline earnings per share: **↓52% to 13,7c**
- Recurring headline earnings per share: **↑200% to 10,5c**

CONTRIBUTION TO HEADLINE EARNINGS

	UNAUDITED		AUDITED
	6 MONTHS 31 AUG 2008 Rm	6 MONTHS 31 AUG 2007 Rm	12 MONTHS 29 FEB 2008 Rm
Recurring headline earnings	63,9	19,8	91,1
Equity accounted earnings from associates	68,6	6,6	71,6
Investment and other income	9,5	20,9	41,2
Management fee	(14,2)	(7,7)	(21,7)
Non-recurring headline earnings	19,2	142,4	115,4
Marked-to-market profits	15,6	142,4	132,9
Net Pioneer underwriting fee	3,6		
Performance fee			(17,5)
Total headline earnings	83,1	162,2	206,5
Statistics			
Recurring HEPS (cents)	10,5	3,5	15,6

HIGHLIGHTS

Zeder's recurring headline earnings per share increased to 10,5 cents (2007: 3,5 cents) as a result of the equity accounted earnings from its investment in associated companies, which were predominantly accounted for as marked-to-market profits in the income statement for the corresponding period last year. The company's objective remains to equity account all of its investments which will result in less volatile earnings, whilst improving its recurring headline earnings base.

Zeder's equity accounted headline earnings from its investments in

- Kaap Agri Limited ("Kaap Agri");
- KWW Limited;
- MGK Business Investments Limited;
- Agricol Holdings Limited; and
- Thembeke Agri Holdings (Proprietary) Limited ("KLK Landbou Limited")

amounted to R68,6m (2007: R6,6m) for the period under review.

RESULTS

Zeder's investment portfolio increased by 19,5% to R1 632,8m since 29 February 2008, having made investments of R234,1m. Profit after tax for the reporting period amounted to R93,6m (2007: R162,2m) and headline earnings R83,1m (2007: R162,2m). Zeder's net asset value per share increased by 4% to R2,69 since year-end. The Zeder value per share is R2,05, calculated at unlisted market prices.

During the reporting period Kaap Agri and Pioneer Food Group Limited ("Pioneer") had rights offers of R100m and R500m respectively. Zeder followed its rights under the Kaap Agri offer and now has a 34,3% effective shareholding in this company. Zeder entered into an underwriting agreement with Pioneer whereby it underwrote R360m of the rights issue. As a result, Zeder subscribed for 2,3 million shares in Pioneer for R57,8m.

Where Zeder equity accounts the investments, the book value of the investments are tested for potential impairment at each reporting period. The directors are satisfied that the fair value of Zeder's investments in its associated companies exceeds book value.

PROSPECTS

We continue to acquire quality assets in the agricultural and related sectors at a discount to its intrinsic value and, in so doing, will grow Zeder's recurring headline earnings and intrinsic value.

DIVIDENDS

It is Zeder's policy to only declare a final dividend at year-end.

On behalf of the Board

Jannie Mouton **Antonie Jacobs**
Chairman Chief Executive Officer

Stellenbosch
6 October 2008

CONDENSED GROUP INCOME STATEMENT

	UNAUDITED		AUDITED
	6 MONTHS 31 AUG 2008 RM	6 MONTHS 31 AUG 2007 RM	12 MONTHS 29 FEB 2008 RM
for the six months ended 31 August 2008			
Income			
Investment income	13,5	25,4	47,7
Fair value gains and losses on financial instruments	18,2	166,4	154,8
Sundry income	7,3	0,2	0,5
Total income	39,0	192,0	203,0
Expenses			
Management fee	(17,0)	(11,3)	(25,7)
Performance fee			(20,6)
Other	(2,3)		
Total expenses	(19,3)	(11,3)	(46,3)
Results of operating activities	19,7	180,7	156,7
Share of profits of associated companies	79,1	6,6	72,7
Net income before taxation	98,8	187,3	229,4
Taxation	(5,2)	(25,1)	(21,8)
Net income of the group	93,6	162,2	207,6
Attributable to equity holders of the company	93,6	162,2	207,6
Non-headline items	(10,5)		(1,1)
Headline earnings	83,1	162,2	206,5
Earnings per share (cents)			
– attributable/diluted attributable	15,4	28,4	35,6
– headline/diluted headline	13,7	28,4	35,4
Dividend per share (cents)			
– final			5,0
Number of shares (million)			
– in issue	611,3	571,3	605,1
– weighted average	606,6	571,3	582,8

CONDENSED GROUP BALANCE SHEET

	UNAUDITED		AUDITED
	6 MONTHS 31 AUG 2008 RM	6 MONTHS 31 AUG 2007 RM	12 MONTHS 29 FEB 2008 RM
at 31 August 2008			
ASSETS			
Investment in associated companies	1 360,2	782,7	1 152,1
Financial assets			
Equity securities	272,6	357,8	214,4
Loans and advances		12,5	72,5
Income tax receivable			1,0
Receivables	0,3	3,0	
Cash and cash equivalents	42,6	352,0	164,5
Total assets	1 675,7	1 508,0	1 604,5
EQUITY			
Ordinary shareholders' funds	1 644,4	1 433,6	1 566,4
Total equity	1 644,4	1 433,6	1 566,4
LIABILITIES			
Deferred income tax	7,6	35,9	2,9
Trade and other payables	17,0	32,4	35,2
Current income tax liabilities	6,7	6,1	
Total liabilities	31,3	74,4	38,1
Total equity and liabilities	1 675,7	1 508,0	1 604,5
Net asset value per share (cents)	269,0	250,9	259,0

CONDENSED STATEMENT OF CHANGES IN OWNERS' EQUITY

	UNAUDITED		AUDITED
	6 MONTHS 31 AUG 2008 RM	6 MONTHS 31 AUG 2007 RM	12 MONTHS 29 FEB 2008 RM
for the six months ended 31 August 2008			
Ordinary shareholders' equity at beginning of period	1 566,4	1 282,9	1 282,9
Shares issued	14,7		87,4
Net income for the period	93,6	162,2	207,6
Dividend paid	(30,3)	(11,5)	(11,5)
Step acquisition from equity securities to investment in associated companies			
– Reversal of previous fair value gains after taxation on equity securities			156,8
– Revaluation of assets and liabilities of associated companies			(156,8)
Ordinary shareholders' equity at end of period	1 644,4	1 433,6	1 566,4

CONDENSED GROUP CASH FLOW STATEMENT

	UNAUDITED		AUDITED
	6 MONTHS 31 AUG 2008 RM	6 MONTHS 31 AUG 2007 RM	12 MONTHS 29 FEB 2008 RM
for the six months ended 31 August 2008			
Cash (utilised in)/generated by operations	(16,9)	17,0	46,8
Taxation paid	(1,0)	(6,9)	(8,5)
Net cash flow from operating activities	(17,9)	10,1	38,3
Net cash flow from investment activities	(73,7)	(184,0)	(399,7)
Net cash flow from financing activities	(30,3)	(11,5)	(11,5)
Net decrease in cash and cash equivalents	(121,9)	(185,4)	(372,9)
Cash and cash equivalents at beginning of period	164,5	537,4	537,4
Cash and cash equivalents at end of period	42,6	352,0	164,5

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 August 2008

1. Basis of presentation and accounting policies

The condensed interim consolidated financial statements have been prepared in accordance of IAS 34 – Interim Financial Reporting and the accounting policies conform to IFRS. The accounting policies applied in the preparation of the interim consolidated financial statements are consistent with the policies in the previous year.

2. Non-headline items

	31 AUG 2008 Rm	31 AUG 2007 Rm	29 FEB 2008 Rm
Non-headline items of associated companies (after tax)	(10,5)		(1,1)

3. Investment in associated companies

	31 AUG 2008 Rm	31 AUG 2007 Rm	29 FEB 2008 Rm
Book value			
Unlisted	1 360,2	782,7	1 152,1

4. Commitments and contingencies

The company did not have any capital commitments or contingencies at 31 August 2008.

5. 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%. Other income is taxed at 28%, net of the apportioned management expenses.

6. Related party transactions

The fee expenses were incurred with PSG Group Limited in terms of agreements in place.

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, LP Retief (* executive / independent non-executive)

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