

CAPEVIN

INVESTMENTS LIMITED

Decrease in headline earnings per share of 2,2%

Increase in net asset value per share of 8,9%

Dividend per share of 173 cents

UNAUDITED INTERIM RESULTS

for the six months ended 31 December 2009

CAPEVIN INVESTMENTS LIMITED (Previously KWV INVESTMENTS LIMITED)
Registration number: 1979/007263/06
JSE share code: CVI (previously KWV)
ISIN number: ZAE000136446

CONSOLIDATED INCOME STATEMENT

	Unaudited Six months ended 31 December	Unaudited 2008 R'000 Restated	Audited Year ended 30 June 2009 R'000 Restated
Income from associate	181 599	185 956	278 788
Gain/(loss) on dilution of interest in associate	767	(438)	(1 101)
Interest income	126	60	288
Administrative expenses	(744)	(608)	(1 412)
Profit before taxation	181 748	184 970	276 563
Taxation		(17)	(80)
Net profit attributable to ordinary shareholders	181 748	184 953	276 483
Earnings per share (cents) (note 2)			
– attributable/diluted attributable	432,7	440,4	658,3
– headline/diluted headline	431,2	440,9	660,3
Dividend per share (cents)			
– interim	173,0	173,0	173,0
– final			182,0

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Six months ended 31 December	Unaudited 2008 R'000	Audited Year ended 30 June 2009 R'000
Net income of the group	181 748	184 953	276 483
Share of other comprehensive income of associate	873	(16 755)	(23 861)
Other equity movements of associate	1 953	2 169	5 504
Total comprehensive income for the period	184 574	170 367	258 126
Attributable to ordinary shareholders of the company	184 574	170 367	258 126

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited 31 December	Audited 30 June	
	2009 R'000	2008 R'000 Restated	2009 R'000 Restated
ASSETS			
Non-current assets			
Investment in associate	1 512 680	1 389 295	1 404 938
Current assets			
Taxation receivable	19	21	19
Cash and cash equivalents	1 262	1 009	612
Total assets	1 513 961	1 390 325	1 405 569
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	42 000	42 000	42 000
Reserves	1 470 769	1 347 523	1 362 635
Ordinary shareholders' funds	1 512 769	1 389 523	1 404 635
Current liabilities			
Trade payables	391	802	934
Unclaimed dividends	801	747	806
Total equity and liabilities	1 513 961	1 390 325	1 405 569
Net asset value per share (cents)	3 602	3 308	3 344

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

	Unaudited Six months ended 31 December	2008 R'000 Restated	Audited Year ended 30 June 2009 R'000 Restated
Ordinary shareholders' equity at beginning of period	1 404 635	1 295 596	1 295 596
Total comprehensive income	184 574	170 367	258 126
Dividend paid	(76 440)	(76 440)	(149 100)
Unclaimed dividends written back			13
Ordinary shareholders' equity at end of period	1 512 769	1 389 523	1 404 635

CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Six months ended 31 December	2008 R'000	Audited Year ended 30 June 2009 R'000
Cash flow from operating activities			
Administrative expenses	(744)	(608)	(1 412)
Change in payables	258	208	353
Cash utilised in operations	(486)	(400)	(1 059)
Dividends received	77 450	77 450	150 205
Dividends paid	(76 440)	(76 440)	(149 100)
Interest received	126	60	288
Taxation paid		(22)	(83)
Net increase in cash and cash equivalents	650	648	251
Cash and cash equivalents at beginning of period	612	361	361
Cash and cash equivalents at end of period	1 262	1 009	612

NOTES TO THE INTERIM REPORT

1. Basis of presentation and accounting policies

The interim consolidated financial statements have been prepared in terms of IAS 34: *Interim Financial Reporting* and should be read in conjunction with the annual financial statements for the year ended 30 June 2009, which have been prepared in accordance with IFRS.

The accounting policies used in the preparation of the interim financial statements are consistent with those used in the previous financial year, except for the following standards which are effective for the financial year beginning 1 July 2009:

- IAS 1 (revised): *Presentation of Financial Statements*,
- IFRS 8: *Operating Segments*,
- IAS 38 (amended): *Intangible Assets*,
- IAS 27 (revised): *Consolidated and Separate Financial Statements*.

The adoption of IAS 1 (revised) has introduced certain changes to the presentation of the financial statements with no effect on the reported results. No adjustments were necessary on the adoption of IFRS 8. Comparative financial information has been restated for the amendment to IAS 38 and the revised IAS 27 as detailed in note 4.

	Unaudited Six months ended 31 December	Audited Year ended 30 June	
	2009 R'000	2008 R'000	2009 R'000
2. Earnings per share			
Ordinary shares in issue (thousands)	42 000	42 000	42 000
Reconciliation of headline earnings			
Net profit attributable to ordinary shareholders	181 748	184 953	276 483
Interest in adjustments (net of taxation) of associate	140	(216)	(268)
(Gain)/loss on dilution of interest in associate	(767)	438	1 101
Headline earnings	181 121	185 175	277 316
Earnings per share (cents)			
– attributable/diluted attributable	432,7	440,4	658,3
– headline/diluted headline	431,2	440,9	660,3

3. Group structure

The sole investment of Capevin Investments Limited (previously KVV Investments Limited) is an effective interest of 29,16% (2008: 29,24%) in the issued share capital of Distell Group Limited ("Distell"), held via Remgro-Capevin Investments Limited.

4. Restatement of prior year figures

Prior year figures have been restated to account for the effects of the amendment to IAS 38: *Intangible Assets* on Distell's financial results. Promotional stock and merchandising items were previously included in inventory and expensed through the income statement when utilised. In accordance with the amendment to IAS 38, promotional and merchandising items should be expensed through the income statement when such items are earmarked for promotional purposes.

Capevin Investments Limited ("Capevin Investments") also changed its accounting policy following the guidance in IAS 27 (revised): *Consolidated and Separate Financial Statements* whereby any gain or loss on the dilution of interest in an associate should be accounted for in the income statement. The group's previous policy was to account for such gain or loss directly in equity.

The effect of the restatement of prior year figures is summarised as follows:

CONSOLIDATED INCOME STATEMENT

	Previously reported R'000	Currently reported R'000	Difference R'000
31 December 2008			
Income from associate	190 344	185 956	(4 388)
Gain/(loss) on dilution of interest in associate		(438)	(438)
Net profit for the period	189 779	184 953	(4 826)
Headline earnings	189 563	185 175	(4 388)
30 June 2009			
Income from associate	278 990	278 788	(202)
Gain/(loss) on dilution of interest in associate		(1 101)	(1 101)
Net profit for the period	277 786	276 483	(1 303)
Headline earnings	277 518	277 316	(202)

4. Restatement of prior year figures (*continued*)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Previously reported R'000	Currently reported R'000	Difference R'000
31 December 2008			
Investment in associate	1 400 541	1 389 295	(11 246)
Ordinary shareholders' funds	1 400 769	1 389 523	(11 246)
30 June 2009			
Investment in associate	1 411 998	1 404 938	(7 060)
Ordinary shareholders' funds	1 411 695	1 404 635	(7 060)

5. Commitments and contingencies

Distell has lodged an appeal against revised tax assessments issued by the South African Revenue Service. The matter will be heard in the Special Income Tax Court. The group's interest in the amount at risk is R8,6 million.

6. Segment report

Capevin Investments is an investment holding company and its only investment is the effective interest in Distell. The directors have not identified any other segment to report on.

Financial results

During the six months under review Distell's revenue grew by 9,3% to R6,6 billion on a sales volume increase of 7,7%. Distell's operating profit increased by 1,9%, mainly as a result of continued growth. Benefits derived from improved throughput and greater efficiencies were largely offset by the impact of the stronger rand on the revenue line and a less profitable sales mix. In addition, foreign currency conversion losses of R17,9 million (2008: R32,1 million gain) also impacted significantly on the 10,6% increase in operating expenses.

Capevin Investments' consolidated results reflect the decline in net profit of Distell. The group's attributable and headline earnings per share for the six months under review decreased by 1,7% and 2,2% respectively.

Prospects

The board of Distell said that it is well positioned to weather the recession and to take early advantage of any improvements in the economic conditions of the markets in which Distell operates, given its versatile portfolio of strong, appealing and diverse brands, its capacity to trade across a spectrum of markets at a range of price points and the security of its financial position.

Refer to www.distell.co.za for Distell's detailed interim results.

Dividend

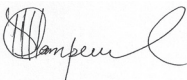
In terms of the dividend policy of Capevin Investments, dividends received from its indirect interest in Distell, after providing for administration costs, will be distributed to shareholders. The directors have consequently resolved to declare an ordinary dividend (dividend number 2) of 173 cents (2008: 173 cents) per share for the six months ended 31 December 2009.

The salient dates of this dividend distribution are:

Last day to trade cum dividend	Friday, 12 March 2010
Shares commence trading ex dividend from commencement of business on	Monday, 15 March 2010
Record date	Friday, 19 March 2010
Payment date	Tuesday, 23 March 2010

Share certificates may not be dematerialised or rematerialised between Monday, 15 March 2010, and Friday, 19 March 2010, both days inclusive.

Signed on behalf of the board of directors



KI Mampeule
Chairman



CA Otto
Financial director

Stellenbosch
19 February 2010

Directors KI Mampeule (chairman), AEvZ Botha, JJ Mouton, CA Otto
Secretary PSG Corporate Services (Pty) Ltd
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