JCI LIMITED

(Registration number 1894/000854/06)

GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2010

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The reports and statements set out below comprise the Group and Company Annual Financial Statements presented to shareholders:

JCI LIMITED
(Registration number 1894/000854/06)
CORPORATE INFORMATION

Directors

P R S Thomas	Independent non-executive chairman
P H Gray	Chief executive officer
L A Maxwell	Financial director
H W Cochrane	Independent non-executive director
A C Nissen	Independent non-executive director
D M P S Daly (appointed 23 August 2010)	Independent non-executive director

Company Secretary and Registered Office of JCI Limited ("JCI" or "the Company")
Registration number 1894/000854/06
David Owen Jones (BA LLB)
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Attorneys
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(Registration number 1992/006150/21)
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(PO Box 78333, Sandton City, 2146)

South African Transfer Secretaries
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(Registration number 2004/003647/07)
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JCI (London) Limited
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Capita Registrars
The Registry
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United Kingdom

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Registered Accountants and Auditors
(Registration No. 1999/012543/21)
KPMG Crescent, 85 Empire Road, Parktown, 2193
(Private Bag 9, Parkview, 2122)

Sponsor and Corporate Advisors
Investec Bank Limited
100 Grayston Drive, Sandton, 2146
(PO Box 785700, Sandton, 2146)
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Facsimile: +27 11 286 7320

JCI LIMITED

(Registration number 1894/000854/06)

REPORT OF THE CHAIRMAN AND THE CHIEF EXECUTIVE OFFICER TO SHAREHOLDERS FOR THE YEAR ENDED 31 MARCH 2010

We are delighted to present this Report to Shareholders as part of the completion and distribution to shareholders of the accompanying Group and Company Annual Financial Statements for the years ended March 2005 to 2010, which signify the end of approximately six years of turmoil and frustration for shareholders, directors and staff of the JCI Group and establishes a platform upon which the future of JCI can be decided.

BACKGROUND

During 2005:

- In response to reports and allegations from different parties, including Randgold and Exploration Company Limited ("R&E"), of financial irregularities and misrepresentations by JCI:
- the Board of Directors of JCI was reconstituted;
- forensic investigations were initiated by JCI and R&E;
- trading in JCI shares was suspended on the JSE;
- a Loan Facility from Investec Bank Limited ("Investec") to meet JCI's immediate cash needs was negotiated; and
- JCI was unable to prepare and distribute further Annual Financial Statements due principally to the uncertainty of the final value of legal claims against it, and due to the discovery that the Annual Financial Statements for 2004 and the interim results prepared for September 2005 were incorrect.

During 2006:

- the Company and R&E entered into Mediation Agreements in terms of which they would be guided by recommendations from the mediators in order to settle claims between them;
- R&E formulated its first claims against JCI;
- JCI began its repudiation of and/or defence against such claims;
- Letseng Diamonds Limited ("Letseng") interdicted JCI from making any payments to Investec in respect of the raising fee under the Loan Facility; and
- the company began its pursuit of hidden and/or disputed assets, and the identification and resolution of legal claims for, or against the Company (other than the R&E claims).

During 2007, 2008 and 2009:

- the company continued its pursuit of hidden and/or disputed assets, and the identification and resolution of legal claims for, or against the Company (other than the R&E claims);
- a number of proposals (including a merger of the two companies) aimed at settling the disputes between JCI and R&E were initiated and in some instances agreements of settlement were signed and meetings of JCI and R&E shareholders held to vote on them;
- pursuance of the proposals referred to above involved a substantial amount of wasted management and staff time and money;
- all such proposals ultimately failed to gain the requisite support of JCI shareholders; and
- the Group sold or closed numerous companies and businesses in the rationalisation and clean up of the JCI Group.

During 2010:

- In January 2010, Settlement Agreements were signed and subsequently approved, amongst others by shareholders of both JCI and R&E, whereby all claims and disputes between the parties thereto, *inter alia*, JCI, R&E, Investec and Letseng were settled. In particular:
- R&E claims against JCI, which were in excess of R15 billion, were settled by transfer to R&E of Gold Fields Limited ("Gold Fields") shares owned by the JCI Group and the issue of new shares in JCI to R&E. The aggregate value of the shares so transferred and issued being approximately R900 million;
- Investec accepted R267.5 million in full and final settlement of its raising fee claim against JCI, which claim had at one time appeared likely to be in excess of R500 million; and
- Letseng accepted R40 million as full and final settlement of its claims and indemnity costs incurred in its action against Investec's right to the raising fee.

During the above years, shareholders were kept informed, as often as was appropriate and required by regulatory authority, of events including the status of negotiations and movement in the Group's Net Asset Value, by circulars, SENS announcements or other announcements and extraordinary shareholder meetings.

Conclusion of Settlement Agreements and completion of the suspensive conditions contained therein by June 2010 has finally enabled JCI to bring its financial records up to date, and accordingly Annual Financial Statements have been prepared and distributed to shareholders in respect of years ended March 2005 to 2010 (to which this report is attached). The directors have disclaimed any responsibility for, or liability in respect of, the accuracy, correctness and/or completeness of the information reflected in the Group Annual Financial Statements for the years ended 31 March 2005, 2006 and 2007.

The above preparation has required, *inter alia*:-

- Finalisation of the Group's organogram of subsidiary and other companies; - the final count being some 200 South African companies and some 15 non South African companies;
- Finalisation of all forensic investigations and receipt of reports in respect thereof;
- Restatement and/or reconstruction where appropriate of closing balances at 31 March 2004 as the Annual Financial Statements at that date were incorrect;
- Completion of the accounting and recording of all financial transactions of these companies from 2005 to 2010;
- Completion of the catch up and settlement of taxation matters involving these companies from 2005 to 2010;
- Conclusion and recording of transactions which involve the disposal or wind up of certain of the companies between 2005 and 2010;

BACKGROUND (Continued)

- Frequent discussions with the JSE and our auditors of the form, content and adherence required to accounting and reporting rules or covenants such as International Financial Reporting Standards ("IFRS"); and
- The staggered "bottom to top" consolidation of subsidiary companies before the Group consolidation could be completed.

Clearly, given the history of JCI, nothing could be taken at face value and false trails were often pursued for some time before being abandoned or redirected. In addition, this whole process was principally handled by only 3 persons utilising wholly inadequate software, with help from the directors where relevant. Not surprisingly, the process has taken longer than initially anticipated.

AUDIT OPINION – 2005 TO 2007

Following completion of their audit work on the consolidated Group Annual Financial Statements for 2005 to 2007, the auditors advised that, in view of the uncertainties relating to all the financial information for those years and the disclaimer by the Board of Directors, they were unable to express an audit opinion on those Annual Financial Statements.

ASSETS HELD BY JCI TODAY

The JCI Group no longer conducts normal business operations and can only be described as the holder of:-

- a 62.67% controlling interest in Boschendal (Proprietary) Limited ("Boschendal"), which is primarily a farming and property development in its early stages and therefore requiring funding;
- other minor investment properties which are in the process of being sold and whose proceeds will be utilised to settle existing debts and for ongoing running costs; and
- a legal claim amounting to approximately R143 million against Xelexwa Investment Holdings (Proprietary) Limited ("Xelexwa" - formerly Jaganda (Proprietary) Limited) which will be arbitrated in March 2012.

BOSCHENDAL

During the year the Group secured a 62.67% controlling shareholding in Boschendal:- firstly by acquiring the Kovacs Investments 608 (Proprietary) Limited ("Kovacs") shareholding of 37.42%, secondly by acquiring a further 5.25% from Citation Holdings SA and thirdly by finally taking transfer of the long claimed 20.00% shareholding due to JCI which was held in trust offshore by a third party.

The above resulted in the number of shareholders reducing to two; namely JCI and IFA Boschendal (Proprietary) Limited ("IFA"). Subsequently negotiations between JCI and IFA regarding a suitable shareholders agreement began and are still ongoing.

For the first time there is clear direction by a controlling shareholder which has resulted in focus being placed on restoring the estate's former stateliness and on developing a sustainable agricultural operation.

During 2004 Boschendal sold its winery to DGB (Proprietary) Limited. However, Boschendal remains one of the main contracted suppliers of grapes to DGB (Proprietary) Limited.

Property development

Phase 1

Following approval from the Department of Agriculture an application was processed for sub division and development of 19 Founder Estates which approval was obtained in November 2008. Two of these Founder Estates have been sold, and a further five sales are under negotiation. The prices range from R15 million to R40 million per estate. Sales and marketing has been suspended pending the installation of services, which requires approximately R60 million to complete.

Phase 2

Preparation of applications for the rezoning of land have been in process for approximately three years with limited progress. However a recent change in the strategy of the company has resulted in important strides being made in the first three months of 2011. Initially phase 2 had in excess of 1 100 units for development but it appears that it will be more in the region of 700, and in fact a footprint for the areas for development have now been identified and agreed upon. Its is important to note that less than 4% of the whole Boschendal estate's land will be utilised for residential development. The application includes a hotel site as well as a small commercial site in addition to three residential villages, which will retain the rural impact, and a retirement village, which appears to be in great demand in the area. The application also makes provision for an equestrian estate which has scope for further future development.

Formal lodgement of the applications for this phase are currently taking place.

An aggressive sales program was initially embarked upon whereby stands were reserved by payment of deposits pending approval of the rezoning applications. The current board of Boschendal has decided to refund these deposits and only embark on a sales program when the requisite authorities and rezoning applications have been approved.

Ultimately this is a long term project which will result in attractive returns over an extended time frame.

BOSCHENDAL (Continued)

Old Bethlehem

In 2010, a transaction was concluded for the sale of the Old Bethlehem farm – comprising 426 hectares for R76 million. This was an important transaction in creating further sustainability and development for the area. The buyer has already embarked on a major upgrade, which has a beneficial effect for the Boschendal estate and the surrounding villages.

Funding

Delays, especially the time taken in acquiring final approval for the rezoning and development of Phases 1 and 2, have resulted in a strain on Boschendal's cash flow. The farming and tourism activities do not generate sufficient revenue and, until the real estate development generates cash flow, ongoing funding will be required from the shareholders or other suitable means. From December 2008, Boschendal's funding requirements were addressed by the shareholders of Boschendal by way of capital calls on shareholders in proportion to their shareholdings. Up to 30 June 2010 every capital call made by Boschendal was fully met by the shareholders in their respective shareholding proportions.

Certain disputes subsequently arose between the current shareholders of Boschendal, namely: JCI Investment Finance (Proprietary) Limited ("JCIIF") and IFA principally in regard to the validity and application of the current Boschendal Shareholders' Agreement. IFA consequently decided to only contribute its proportionate share of the interest on the Nedbank Limited loan, pending resolution of the disputes in question.

JCIIF, notwithstanding IFA's decision to discontinue contributing its full proportionate share of each capital call, has continued to contribute its own full proportionate share and, in addition, has, under protest and in order to ensure the ongoing operation of Boschendal, contributed the shortfall in Boschendal's funding requirements which would have resulted from IFA's abovementioned limited contribution.

Farming

Boschendal has1 000 hectares under current, or earmarked for future, farming operations and remains an estate with extensive vineyards and orchards which require upgrading and development. A recent diversification into a Black Angus Cattle breeding program resulted in the farm being awarded best new breeder status. Further opportunities are looked for on an ongoing basis including the introduction of cash crops.

Hospitality and Tourism

Hospitality and tourism activities have declined but a number of discussions are under way to re-energise these by a variety of functions and deals whereby the cost can largely be laid off.

THE FUTURE OF JCI

The Board of Directors, following much debate between themselves and numerous discussions with the major shareholders, and taking cognisance of the Group's illiquid situation, believe that there is no future for JCI as it is currently structured, and thus propose that:-
- JCI's listing be terminated;
- The investment in Boschendal be sold (negotiations are in progress) or distributed to JCI shareholders as a dividend *in specie*; and
- Thereafter JCI's remaining assets (including legal actions and claims) be realised at best value, its liabilities be settled, and it then be wound up.

APPRECIATION

We wish to express our appreciations to all parties whose contributions greatly assisted the Company's arrival at this long awaited position. In particular, we must thank:-
- all members of the JCI board since its reconstitution in 2005 especially David Nurek, the reconstituted Board's first Chairman;
- all members of JCI's permanent and temporary staff;
- our legal advisors, auditors, sponsoring brokers and bankers; and
- the mediators.

Finally, our appreciation to JCI shareholders for their patience and support.

Peter Thomas
Chairman

Peter Gray
Chief Executive Officer

APPRECIATION TO PETER GRAY

Whilst the successful conclusion of the settlement between, *inter alia*, JCI, R&E, Investec and Letseng involved the efforts and input of a number of individuals, it is highly probable that it would not have been concluded without the indefatigable efforts of Peter Gray, who time and again brought the parties back to the negotiating table when one or more of them had withdrawn.

Equally, that the eventual settlement values were materially less than was once faced by JCI owes much to his constant negotiation with the relevant parties for such values to be reduced.

Finally, the recovery of JCI Group assets which were “lost” or claimed by third parties (e.g. Boschendal, Lyons and Xelexwa), and subsequent protection or enhancement of the values of such assets can be attributed mostly to the endeavours of Peter and his team.

Peter Thomas
Chairman

JCI LIMITED

(Registration number 1894/000854/06)

DIRECTORS' RESPONSIBILITY STATEMENT FOR THE YEAR ENDED 31 MARCH 2010

The Board of Directors is responsible for the preparation and fair presentation of Group and Company Annual Financial Statements of JCI Limited ("JCI") comprising the statements of financial position at 31 March 2010, and the statements of comprehensive income, the statements of changes in equity and the statements of cash flows for the year ended 31 March 2010, and the notes to the consolidated financial statements, which include a summary of significant bases of preparation and other explanatory notes, and the Directors' Report as set out on pages 10 to 15, in accordance with IFRS and in the manner required by the Companies Act of South Africa, 1973, as amended ("the Companies Act").

The Directors' Report states that the directors are unable to prepare financial statements on this basis and that the Group and Company, whilst endeavouring to comply with IFRS and the Companies Act where practicable, have adopted the basis of preparation set out in note 1 to the Group and Company Annual Financial Statements in the unusual circumstances described in the Directors' Report. The directors have, as stated in the Group Annual Financial Statements for the years ended 31 March 2008 and 2009, disclaimed any responsibility for, or liability in respect of, the accuracy, correctness and/or completeness of the information reflected in the Group Annual Financial Statements for the years ended 31 March 2005, 2006 and 2007.

The directors' responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of these financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The directors' responsibility also includes maintaining adequate accounting records and an effective system of risk management.

The Board of Directors has made an assessment of the Group and Company's ability to continue as a going concern, and as noted in the Directors' Report on page 10, funding is required as the Group, while solvent, remains illiquid.

The auditor is responsible for reporting on whether the Group and Company Annual Financial Statements are prepared in accordance with the bases of preparation described in note 1.

Approval of the Group and Company Annual Financial Statements

The Group and Company Annual Financial Statements of JCI, as identified in the first paragraph of this report were approved by the Board of Directors on 22 July 2011 and signed on its behalf by:

P R S Thomas	**P H Gray**	**L A Maxwell**
Independent non-executive chairman	Chief executive officer	Financial director

22 July 2011
Johannesburg, South Africa

DECLARATION BY THE COMPANY SECRETARY

I, declare that, in terms of Section 268 (G)(d) of the Companies Act and in my capacity as Company Secretary, that the company has, save for failure to lodge audited financial reports for the year ended 31 March 2010, lodged with the Registrar of Companies all such returns as are required of a public company in terms of this Act and that all such returns are true, correct and up to date in respect of the financial period reported hereon.

D O Jones
BA LLB
Company Secretary

22 July 2011
Johannesburg, South Africa

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Independent Auditor's Report

To the Members of JCI Limited

We have audited the group annual financial statements and annual financial statements of JCI Limited, which comprise the statements of financial position at 31 March 2010, and the statements of comprehensive income, changes in equity and cash flows for the year then ended, and the notes to the financial statements which include the basis of preparation and other explanatory notes, and the directors' report, as set out on pages 10 to 40. These financial statements are prepared for the purpose of providing relevant financial information to the members, as described in the directors' report.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate annual financial statements in accordance with International Financial Reporting Standards and in the manner required by the Companies Act of South Africa. The directors' report indicates that the directors are unable to prepare financial statements on the above basis and indicates the basis of preparation and the purpose of the financial statements in the unusual circumstances described. Accordingly, the company's directors are responsible for the preparation and presentation of these financial statements in accordance with the basis of preparation described in Note 1 to the financial statements. Furthermore, the directors are also responsible for determining the acceptability of the basis of preparation in these circumstances, and for such internal control as the directors determine necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion below.

Opinion

In our opinion, the group and annual financial statements of JCI Limited for the year ended 31 March 2010 have been prepared, in all material respects, in accordance with the basis of preparation described in Note 1 to the financial statements.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the directors' report which indicates:

- The basis of preparation of the financial statements and that this basis is considered by the directors to be relevant to the shareholders in the unusual circumstances of the group and company.
- That there is a material uncertainty which may cast significant doubt on the group's ability to continue as a going concern.

KPMG Inc.
Registered Auditor

Per Willem van der Merwe
Chartered Accountant (SA)
Registered Auditor
Director
22 July 2011

JCI LIMITED
(Registration number 1894/000854/06)
DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2010

INTRODUCTION

JCI Limited ("JCI" or "the Company") is incorporated in the Republic of South Africa with its registered address at 10 Benmore Road, Morningside, Sandton.

The Group and Company Annual Financial Statements for the year ended 31 March 2010 comprise the consolidated position of the Company and its subsidiaries (together referred to as "the Group") and the position of the Company itself. The Company is an investment holding company with investments in listed and unlisted shares, and in immovable property.

CURRENT STATUS OF THE COMPANY

The Company's shares, although still listed on the Johannesburg Stock Exchange were suspended in 2005.

For reasons explained by the Chairman and Chief Executive Officer in their report, Group and Company Annual Financial Statements had not been prepared by the Group and Company since 2004. Following the settlement with, *inter alia*, R&E the Group and Company have now been able to produce Group and Company Annual Financial Statements for all years up to and including 31 March 2010.

FINANCIAL STATEMENTS AND BASIS OF PREPARATION

These financial statements are for the year ended 31 March 2010, with comparatives for 31 March 2009.

The Companies Act requires the Annual Financial Statements to be prepared in accordance with IFRS and in the manner required by the Companies Act. It was hoped that the Company would be able to prepare financial statements in accordance with IFRS once the financial records had been properly prepared. However, given the time that has elapsed, the lack of relevant information and the need to present Annual Financial Statements to shareholders as soon as possible, it is not considered beneficial to shareholders for the Company to prepare financial statements that comply with the requirements of IFRS and in the manner required by the Companies Act. Accordingly, these financial statements are prepared on a basis considered by the directors to be relevant in the unusual circumstances of the Group and Company. The bases of preparation are described in note 1 to these Annual Financial Statements.

GOING CONCERN

At 31 March 2010 the Group was solvent but illiquid, as its major assets comprise the non-cash generating investment in Boschendal and the legal claim against Xelexwa. The Group's liquidity requirement is currently satisfied by short term funding from Investec which is projected to be sufficient to meet the Group's needs until 31 October 2011, when the facility will be re-negotiated.

There are no assurances in place which allow the Board of Directors to state, with an acceptable degree of certainty, that they are satisfied that the Group's funding requirements for the 12 months beyond June 2011 are either secured or that actions are sufficiently advanced to secure such funding. As a result, there is a material uncertainty which casts significant doubt over the Group's ability to continue as a going concern in order to realise its assets in the normal course of business and to settle its liabilities as and when they become payable.

However the directors believe that in the event that the Group is unable to continue as a going concern it would not have a material effect on the realisation of assets and settlement and classification of liabilities. In particular in this regard:

- The Group has concluded an agreement of sale for its total interest in Boschendal, which agreement requires the fulfilment of certain suspensive conditions before it becomes enforceable (refer to page 12, Events After the Reporting Period for further details); and
- subsequent to 31 March 2010, the claim by R&E and the Investec raising fee have been settled:- R&E by the issue of new JCI shares and the transfer of the majority of the Group's shares in Gold Fields and Investec from proceeds on the disposal of the Group's remaining listed shares.

The financial statements do not reflect any adjustments to the carrying value of assets and liabilities, as well as the balance sheet classifications, that would be necessary should the going concern assumption be inappropriate.

MAJOR TRANSACTIONS

The following major transactions were concluded during the year:

Boschendal

The Group completed a series of transactions whereafter it held 62.67% of the issued share capital of Boschendal, which is a farming and property development operation in the Western Cape and whose financial year end is 30 June.

(i) The Group acquired a 37.42% shareholding in and loan to Boschendal from Kovacs as part of the transaction whereby the Kovacs debentures held by the Group were redeemed;

(ii) The Group secured the transfer from Citation of the 20.00% shareholding in Boschendal which the Company had long claimed was owned by the Group; and

(iii) The Group acquired a further 5.25% shareholding in and loan to Boschendal from Citation.

Settlements

In January 2010 the Group signed Agreements with, *inter alia*, R&E, Investec and Letseng in terms of which all claims and disputes between the parties were fully and finally settled. In particular:-

(i) R&E received 6 051 632 Gold Fields shares from JCI and 1 555 710 220 new issued shares in JCI, the settlement amounted to approximately R900 million;

(ii) Investec was paid a raising fee of R267.5 million by JCI; and

(iii) Letseng was paid R40 million by JCI in respect of its legal and other costs on an indemnity basis in March 2010.

The settlements referred to in (i) and (ii) above were implemented by June 2010.

Loans settled

(i) Loans to the Group from Free State Development and Investment Corporation Limited ("FSD") and Goldridge Gold Mining Company (Proprietary) Limited ("Goldridge") amounting to R232.9 million in aggregate at 31 March 2009 were settled in November and December 2009 by a combination of proceeds from the sale of Gold Fields shares owned by the Group, the excussion of shares in FSD owned by the Group and the proceeds of dividends distributed by FSD. The net result of the above was that the Group's 44.89% interest in FSD was extinguished.

(ii) The non-consolidated Group loan to JCI Properties Solutions (Proprietary) Limited was substantially recovered after March 2010 by the excussion of all the issued shares in various Lyons property owning companies.

NET ASSET VALUE STATEMENT AT 31 DECEMBER 2009

On 9 February 2010, the directors of JCI released a Group Net Asset Value Statement ("NAV") at 31 December 2009 for the purposes of providing shareholders with financial information relevant to assist them with a decision on the proposed settlement with R&E.

The significant differences between the NAV at 31 December 2009 and the Group and Company Annual Financial Statements for the year ended 31 March 2010 for assets and liabilities at that date are detailed below:

	NAV 31 December 2009	Annual Financial Statements 31 March 2010	Commentary
ASSETS	R'000	R'000	
Investment property	40 519	-	The NAV refers to investment property held in London (R23 million) and by the Lyons Group (R17.5 million). As legal ownership of the London property was only secured after 31 March 2010, the London investment property was not brought into account in the Annual Financial Statements at 31 March 2010, and as the Lyons group was not consolidated the Lyons investment properties were not disclosed (refer to Non-consolidated subsidiaries below).
Boschendal	397 190		During 2009, JCIIF as set out in Major Transactions (see above) acquired and/or recovered a shareholding of 62.67% and loan accounts in Boschendal. The NAV value reflects the effective price per Boschendal share contained in the Kovacs debenture redemption transaction plus the outstanding JCI loans. In the Annual Financial Statements Boschendal is a subsidiary at 31 March 2010 (see note 37) and consequently the assets and liabilities of Boschendal are included in the assets and liabilities of the consolidated Annual Financial Statements.

NET ASSET VALUE STATEMENT AT 31 DECEMBER 2009 (Continued)

	NAV 31 December 2009	Annual Financial Statements 31 March 2010	Commentary
ASSETS	R'000	R'000	
Xelexwa	140 984	89 344	The NAV reflects the directors' valuation of R141 million, this being the midpoint of the original face value of the preference shares (i.e. R89.3 million) and the total value including the upside JCI is entitled to. In the Annual Financial Statements, the upside is considered a contingent asset (see note 33).
FSD	241 547	-	The NAV reflects that JCI's investment in the FSD Group was valued at R24.00 per share as this was the value used in the settlement of loans from the FSD Group and R&E, and the investment in R&E. The Annual Financial Statements reflect that the loans to the Group from FSD and Goldridge amounting to R232.9 million in aggregate at 31 March 2009 were settled in November and December 2009 by a combination of proceeds from the sale of Gold Fields shares owned by the Group, the excussion of shares in FSD owned by the Group and the proceeds of dividends distributed by FSD. The net result of the above was that the Group's 44.89% interest in FSD was extinguished.
Gold Fields shares	843 446	643 988	The NAV reflects that the value of Gold Fields shares is based on the volume weighted average price on the JSE for December 2009 comprising 21 trading days. The Annual Financial Statements reflect that these shares are valued at the closing share price at 31 March 2010. The difference between the NAV and the Annual Financial Statements is due to a movement in the number of shares of 7 948 508 (NAV) and 6 097 900 (the Annual Financial Statements) and the prices at which the shares were valued.
LIABILITIES			
Investec raising fee	267 500	267 500	Both the NAV and the Annual Financial Statements reflects that in terms of the litigation settlement signed on 20 January 2010 the Investec fee was settled at R267.5 million.
Letseng legal / indemnity costs	40 000	-	The NAV reflects that the Letseng legal / indemnity costs are recognised in terms of the litigation settlement agreement that was signed on 20 January 2010. The Letseng legal / indemnity costs were paid on 3 March 2010.
R&E settlement provision	-	954 849	The NAV was prepared to provide shareholders with financial information to assist them with a decision on the proposed settlement agreement with R&E. It excluded major claims between JCI and R&E and hence no liability to R&E was reflected. In the Annual Financial Statements, the liability reflects the accumulated value of cash flows through the JCI Group to which it held no claim. Subsequent to the year end this claim has been settled for approximately R900 million (see note 18).

NON-CONSOLIDATED SUBSIDIARIES

Certain subsidiaries of the Group have not been consolidated in the Group Annual Financial Statements:

(i) the Alongshore Resources group of companies have inadequate accounting records;

(ii) the Company appears to hold a 66.00% investment in Tantco Global (Proprietary) Limited, but no accounting or statutory records could be found; and

(iii) the Lyons group has not been consolidated as adequate books of account have not been maintained and the future of the Lyons group is uncertain. The amount owing by the Lyons group to the JCI Group included in Non-consolidated Group loans (see note 10) was substantially recovered subsequent to year end.

BORROWINGS

In terms of the Company's Articles of Association, its borrowing powers are unlimited. In the year under review, the Group primarily borrowed money from FSD and Goldridge (refer to Loans settled on page 11) and these amounts were used to fund loans to Boschendal and the Lyons group, as well as the settlement of the bond over the United Kingdom property owned by Coralline Limited.

LITIGATION

Xelexwa

The Group has instituted an action against Xelexwa in respect of, *inter alia*, the registration of 200 000 000 Xelexwa preference shares into the name of JCIIF, and the value receivable by JCIIF on the redemption of 357 374 000 Xelexwa preference shares (the "Preference Shares").

The par value of the above Preference Shares is R89.3 million and their redemption date was 31 December 2010, on which date the Group asserts a total redemption value of R143 million was payable to JCIIF in terms of the Preference Share Subscription Agreement (the "Agreement").

Xelexwa did not pay the above redemption value to JCIIF and is contesting the validity of the Agreement. The action to claim the above R143 million, which was set to be heard on 7 March 2011, was stayed and the parties have agreed that the matter be submitted to arbitration; - which arbitration will commence on 11 March 2012.

Other Matters

The Group is pursuing other legal claims and recoveries, and is at various stages of assessment or process in regards thereto. Prudently, due to the uncertainty that attaches to such matters, the Group has not taken account of potential recoveries in respect thereof.

EVENTS AFTER THE REPORTING PERIOD

(i) The Settlements referred to on page 11 were implemented;

(ii) Subsequent to the year end, the Group sold its shares in R&E for R47.6 million which resulted in a loss of R26.3 million;

(iii) The Group has concluded an agreement for the sale of its total interest in Boschendal, which agreement requires the fulfilment of certain suspensive conditions before it becomes enforceable. It is anticipated that, should the transaction become enforceable, the net proceeds accruing therefrom to the Group will result in a potential shortfall against the carrying value of the Group's investment in Boschendal. At the date of signature of these Annual Financial Statements the suspensive conditions have not been fulfilled and accordingly the directors have decided not to provide for this possible shortfall therein; and

(iv) On 21 December 2004, Hemispherx Biopharma Inc. ("Hemispherx") a US based pharmaceutical company instituted a civil action in the United States against Brett Kebble, JCI, Hennie Buitendag and certain other parties under the United States Federal Securities law and for common law fraud.

Hemispherx *inter alia* alleged that its shares were manipulated "*for purposes of bringing about a hostile takeover of the company*".

On 8 July 2005 The United States District Court for Southern Florida dismissed both Hemispherx claims on the basis that the Complaint did not disclose a cause of action and that the dispute had to be adjudicated in South Africa in terms of an Arbitration Agreement between the parties.

Hemispherx appealed against this decision and on 2 February 2009 the United States Supreme Court of Appeal (Eleventh Circuit) affirmed the dismissal of the Federal Securities law claim but reversed the dismissal of the fraud claim and referral to Arbitration.

JCI filed a further motion to dismiss the claim for lack of jurisdiction and due to the fact that no cause of action was disclosed in the claim. On 25 August 2009 the United States District Court for Southern Florida again dismissed the fraud claim on the ground that no cause of action was disclosed.

Hemispherx filed a further amended complaint which asserted only common law fraud. On 2 November 2009 JCI applied to dismiss this amended complaint on the basis that no cause of action was disclosed and for lack of jurisdiction by the Court.

On 7 April 2010 the United States District Court for Southern Florida rejected both JCI's grounds and ordered JCI to file a plea within 30 days.

JCI was advised that any further involvement by JCI in the USA litigation might be construed as a submission by JCI to the jurisdiction of the USA courts. Accordingly instructions were given to withdraw from the case which motion was filed on 27 May 2010.

The United States District Court for Southern Florida granted judgment ("the Judgement") against JCI on 11 August 2010 for US$188 million ("the Award").

On 27 June 2011 Hemispherx served an application on JCI in terms of which it requests the High Court of South Africa to recognise and enforce the judgement of the USA court, which application is being opposed by JCI.

The directors have been advised that its prospects of successfully resisting the application are good.

SHARE CAPITAL

Full details of the Company's authorised and issued share capital are set out in note 15 to the consolidated financial statements.

SHARE OPTION SCHEME

(i) No options were exercised during the year ended 31 March 2010; and

(ii) The scheme, which had been dormant, was terminated in January 2011.

DIVIDENDS

No dividends were declared during 2010 (2009: Nil)

CORPORATE GOVERNANCE

The Company and its Board of Directors are committed to the principles of good corporate governance and the maintenance of acceptable standards.

SUBSIDIARIES

Particulars of the major subsidiaries of the Group are given in Appendix A to the consolidated Annual Financial Statements.

FOREIGN SUBSIDIARIES

The Company held shares, directly and indirectly in the following subsidiaries:

Name of company	*Held by*	*Country of incorporation*
Consolidated African Mines Australia Pty Limited	Consolidated African Mines Jersey Limited	Australia
Consolidated African Mines Jersey Limited	JCI Limited	Jersey
Consolidated Bullion Limited	JCI Limited	Isle of Man
Goldbrands Limited	Consolidated Bullion Limited	Isle of Man
Goldspark Limited	Consolidated African Mines Jersey Limited	Australia
Discus Holdings Limited	JCI Gold Limited	Liberia
Discus Limited	JCI (Isle of Man) Limited	Isle of Man
JCI East Africa Company Limited	Discus Holdings Limited	Isle of Man
JCI (Isle of Man) Limited	Discus Holdings Limited	Isle of Man
Loom Limited	Discus Holdings Limited	Isle of Man
Spindle Limited	Discus Holdings Limited	Isle of Man
Ridek Corporation Limited	Weston Investments Pty Limited	Australia
Weston Investments Pty Limited	Consolidated African Mines Jersey Limited	Australia

DIRECTORATE

Directors in office at 31 March 2010 were:

P R S Thomas	Independent non-executive chairman
P H Gray	Chief executive officer
L A Maxwell	Financial director
H W Cochrane	Independent non-executive director
A C Nissen	Independent non-executive director

No changes took place during the financial year ended 31 March 2010. D M P S Daly was appointed to the Board on 23 August 2010. H W Cochrane and A C Nissen resigned from the Board of Directors with effect from 31 July 2011.

In terms of the Company's Articles, all directors who have been office for more than three years retire at the Annual General Meeting of the Company as well as all directors appointed by the Board. Accordingly, all directors will retire at that meeting. However Messrs Daly, Gray, Maxwell and Thomas, being eligible, offer themselves for re-election.

DIRECTORS' INTEREST

There were no changes in the Board of Directors' interests, either directly or beneficially. L A Maxwell continues to hold 100 shares in the Company directly and beneficially, and no other directors hold any shares in the Company.

DIRECTORS' REMUNERATION

Cost to the Group in respect of directors for the year end 31 March 2010 was as follows:-

Director	Salary R'000	Bonus R'000	Directors fees R'000	Group Life R'000	Leave pay R'000	Company Contributions – SDL and UIF R'000	**TOTAL 2010 R'000**	**TOTAL 2009 R'000**
P H Gray	2 850	233	-	179	542	38	**3 842**	**7 488**
L A Maxwell	2 306	192	-	144	232	29	**2 903**	**7 330**
	5 156	**425**	**-**	**323**	**774**	**67**	**6 745**	**14 818**
P R S Thomas	-	-	387	-	-	-	**387**	**251**
H W Cochrane	-	-	211	-	-	-	**211**	**73**
A C Nissen	-	-	196	-	-	-	**196**	**484**
D M Nurek	-	-	-	-	-	-	**-**	**183**
TOTAL	-	-	794	-	-	-	**794**	**991**
Paid by the Company	**5 156**	**425**	**794**	**323**	**774**	**67**	**7 539**	**15 809**

DIRECTORS ATTENDANCE AT THE BOARD MEETINGS DURING THE YEAR UNDER REVIEW

Director	**Board Meetings**
Number of meetings held during the year	7
P R S Thomas (Independent non-executive) Appointed 12 September 2005; Appointed Chairman 31 July 2008	7
P H Gray (Chief executive officer) Appointed 24 August 2005	7
L A Maxwell (Financial director) Appointed 13 December 2006	7
H W Cochrane (Independent non-executive) Appointed 15 August 2008	5
A C Nissen (Independent non-executive) Appointed 12 September 2005	7

COMPANY SECRETARY

The Board is responsible for the appointment of the Company Secretary, who is responsible for the duties set out in the Companies Act and for compliance with the JSE Listings Requirements.

D O Jones (BA LLB), who was appointed on 1 February 2008, will continue to serve as Company Secretary.

The Company's business and postal address is as follows:

10 Benmore Road, Morningside, Sandton, 2146
(PO Box 650412, Benmore, 2010)

AUDITORS

KPMG Inc. will continue in office in accordance with section 270(2) of the Companies Act.

UNITED KINGDOM SECRETARIES

St James's Corporate Services acted as secretaries to the Company in the United Kingdom for the period under review.

UNITED KINGDOM REGISTRARS

Capita Registrars Limited acted as registrars and transfer agents in the United Kingdom for the period under review.

HOLDING COMPANY FINANCIAL STATEMENTS

The financial statements of the Company are published herewith and have thereby been approved and issued on the same date as the Group's financial statements.

AUDIT COMMITTEE

This Committee comprised two non-executive directors, being P R S Thomas and H W Cochrane and the financial director LA Maxwell, and its responsibilities include the review of the Annual Financial Statements. H W Cochrane resigned with effect from 31 July 2011, on which date D M P S Daly will become a member of the audit committee. The Committee meets when necessary or appropriate, and during the year under review it met once formally and a number of times informally.

NOMINATION AND REMUNERATION COMMITTEE

This Committee comprises the Chairman and Chief executive officer who meet when necessary or appropriate.

JCI LIMITED

(Registration number 1894/000854/06)

GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010

STATEMENTS OF FINANCIAL POSITION

		Group		Company	
		2010	**2009**	**2010**	**2009**
	Note	**R'000**	**R'000**	**R'000**	**R'000**
Assets					
Non-current assets					
Biological assets	3	8 425	-	-	-
Property, plant and equipment	4	443 478	465	-	-
Cost of control	5	52 290	-	-	-
Investments in subsidiaries	6	-	-	86 946	1 018 104
Investments in associates	7	-	-	-	-
Loans to Group companies	8	-	-	854	-
Other financial assets	9	101 146	1 436 831	12 086	14 367
Deferred tax	11	54 055	-	-	-
Non-consolidated Group loans	10	21 730	33 504	-	-
		681 124	**1 470 800**	**99 886**	**1 032 471**
Current assets					
Inventories	12	122 974	-	-	-
Loans to Group companies	8	-	-	-	4 577
Other financial assets	9	710 928	31 699	-	15 103
Current tax receivable		-	8 034	-	-
Trade and other receivables	13	19 561	8 931	1 031	-
Cash and cash equivalents	14	116 860	26 432	274	760
		970 323	**75 096**	**1 305**	**20 440**
Total assets		**1 651 447**	**1 545 896**	**101 191**	**1 052 911**
Equity and Liabilities					
Equity					
Equity attributable to equity holders of the parent					
Share capital and premium	15	1 776 689	1 776 689	1 776 689	1 776 689
Reserves		(31 250)	(89 710)	(2 400)	(12 224)
Accumulated loss		(1 741 594)	(1 680 097)	(2 954 510)	(1 955 389)
		3 845	6 882	(1 180 221)	(190 924)
Non-controlling interest		39 003	-	-	-
		42 848	**6 882**	**(1 180 221)**	**(190 924)**
Liabilities					
Non-current liabilities					
Other financial liabilities	16	277 503	-	-	-
Finance lease obligation		39	-	-	-
		277 542	**-**	**-**	**-**
Current liabilities					
Loans from Group companies	8	-	-	1 276 520	1 181 116
Loans from associates	8	-	232 845	-	-
Other financial liabilities	16	30 790	6 862	-	-
Current tax payable		26 546	288	-	-
Finance lease obligation		125	-	-	-
Trade and other payables	19	36 108	94 747	4 892	62 719
Provisions	17	282 639	376 085	-	-
R&E settlement provision	18	954 849	828 187	-	-
		1 331 057	**1 539 014**	**1 281 412**	**1 243 835**
Total liabilities		**1 608 599**	**1 539 014**	**1 281 412**	**1 243 835**
Total equity and liabilities		**1 651 447**	**1 545 896**	**101 191**	**1 052 911**

JCI LIMITED

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GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010
STATEMENTS OF COMPREHENSIVE INCOME

		Group		Company	
	Note	**2010 R'000**	**2009 R'000**	**2010 R'000**	**2009 R'000**
Revenue	20	43 294	13 861	-	-
Cost of sales	21	(32 870)	(13 539)	-	-
Gross profit		**10 424**	**322**	**-**	**-**
Other income	24	134 407	90 807	1 552	5 757
Operating expenses		(40 164)	(110 816)	(71 570)	(46 349)
Operating profit / (loss)	22	**104 667**	**(19 687)**	**(70 018)**	**(40 592)**
Investment income	23	38 778	55 968	6 161	581
Fair value adjustments	25	(85 446)	(196 273)	(934 946)	(126 710)
Finance costs	26	(37 976)	(36 544)	(318)	(6 298)
Profit / (loss) before taxation		**20 023**	**(196 536)**	**(999 121)**	**(173 019)**
Taxation	27	(16 582)	(3 869)	-	-
Profit / (loss) for the year		**3 441**	**(200 405)**	**(999 121)**	**(173 019)**
Other comprehensive income:					
Exchange difference on translating foreign operations		(6 990)	(14 105)	-	-
Total comprehensive loss		**(3 549)**	**(214 510)**	**(999 121)**	**(173 019)**
Profit / (loss) attributable to:					
Owners of the parent:		3 441	(199 483)	(999 121)	(173 019)
Non-controlling interest		-	(922)	-	-
		3 441	**(200 405)**	**(999 121)**	**(173 019)**
Total comprehensive loss attributable to:					
Owners of the parent		(3 549)	(213 588)	(999 121)	(173 019)
Non-controlling interest		-	(922)	-	-
		(3 549)	**(214 510)**	**(999 121)**	**(173 019)**
Earnings / (loss) per share (in cents)	34	**0.15**	**(9.01)**		
Headline loss per share (in cents)	34	**(0.50)**	**(1.15)**		

STATEMENTS OF CHANGES IN EQUITY

	Share capital	Share premium	Total share capital	Foreign currency translation reserve	Fair value adjustment assets available for sale reserve	Treasury shares	Total reserves	Accumu-lated loss	Total attributable to equity holders of the Group / Company	Non-controlling interest	Total equity
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Group											
Balance at 01 April 2008	**22 248**	**1 754 441**	**1 776 689**	**(42 596)**	**2 925**	**(67 175)**	**(106 846)**	**(1 480 614)**	**189 229**	**15 490**	**204 719**
Loss for the year	-	-	-	-	-	-	-	(199 483)	(199 483)	(922)	(237 996)
Other comprehensive income / (loss) for the year	-	-	-	(14 105)	-	-	(14 105)	-	(14 105)	-	23 486
Loss of control of own shares as part of disposal of subsidiary	-	-	-	-	-	31 241	31 241	-	31 241	-	31 241
Disposal of subsidiary	-	-	-	-	-	-	-	-	-	(14 568)	(14 568)
Total changes in equity	-	-	-	(14 105)	-	31 241	17 136	(199 483)	(182 347)	(15 490)	(197 837)
Balance at 01 April 2009	**22 248**	**1 754 441**	**1 776 689**	**(56 701)**	**2 925**	**(35 934)**	**(89 710)**	**(1 680 097)**	**6 882**	**-**	**6 882**
Loss for the year	-	-	-	-	-	-	-	3 441	3 441	-	3 441
Other comprehensive income / (loss) for the year	-	-	-	(6 990)	-	-	(6 990)	-	(6 990)	-	(6 990)
Other movements	-	-	-	-	-	1 109	1 109	-	1 109	-	1 109
Dividends	-	-	-	-	-	-	-	(597)	(597)	-	(597)
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	39 003	39 003
Total changes in equity	-	-	-	(6 990)	-	1 109	(5 881)	2 844	(3 037)	39 003	35 966
Balance at 31 March 2010	**22 248**	**1 754 441**	**1 776 689**	**(63 691)**	**2 925**	**(34 825)**	**(95 591)**	**(1 677 253)**	**3 845**	**39 003**	**42 848**
Note	15	15	15								
Company											
Balance at 01 April 2008	**22 248**	**1 754 441**	**1 776 689**	**-**	**-**	**(12 224)**	**(12 224)**	**(1 782 370)**	**(17 905)**	**-**	**(17 905)**
Loss for year	-	-	-	-	-	-	-	(173 019)	(173 019)	-	(173 019)
Total changes in equity	-	-	-	-	-	-	-	(173 019)	(173 019)	-	(173 019)
Balance at 01 April 2009	**22 248**	**1 754 441**	**1 776 689**	**-**	**-**	**(12 224)**	**(12 224)**	**(1 955 389)**	**(190 924)**	**-**	**(190 924)**
Loss for year	-	-	-	-	-	-	-	(999 121)	(999 121)	-	(999 121)
Group transfers	-	-	-	-	-	9 824	9 824	-	9 824	-	9 824
Total changes in equity	-	-	-	-	-	9 824	9 824	(999 121)	(989 297)	-	(989 297)
Balance at 31 March 2010	**22 248**	**1 754 441**	**1 776 689**	**-**	**-**	**(2 400)**	**(2 400)**	**(2 954 510)**	**(1 180 221)**	**-**	**(1 180 221)**
Note	15	15	15								

JCI LIMITED

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GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010
STATEMENTS OF CASH FLOWS

		Group		Company	
	Note	**2010 R'000**	**2009 R'000**	**2010 R'000**	**2009 R'000**
Cash flows from operating activities					
Cash receipts from customers		38 138	13 861	-	-
Cash paid to supplies and employees		(197 742)	(291 794)	(126 390)	(36 111)
Cash utilised in operations	29	(159 604)	(277 933)	(126 390)	(36 111)
Interest income		7 231	32 512	785	581
Dividends received		31 547	23 456	5 376	-
Finance costs		(37 976)	(36 544)	(318)	(6 298)
Tax paid	30	(1 222)	(1 490)	-	-
Net cash from operating activities		**(160 024)**	**(259 999)**	**(120 547)**	**(41 828)**
Cash flows from investing activities					
Purchase of property, plant and equipment	4	(47)	(134)	-	-
Sale of property, plant and equipment		97	38 442	-	-
Acquisition of subsidiary	31	(26 256)	-	-	-
Loans to Group companies repaid		-	-	-	(562)
Proceeds from loans from Group Companies		-	-	120 061	-
Purchase of financial assets		-	(24 352)	-	(24 352)
Sale of financial assets including treasury shares		526 359	133 615	-	-
Loans to non-consolidated Group companies		-	(2 174)	-	-
Net cash from investing activities		**500 153**	**145 397**	**120 061**	**(24 914)**
Cash flows from financing activities					
Loans received from associates		-	99 237	-	67 500
Loans from associates repaid		(252 001)	-	-	-
Proceeds from non-Group loans		500	-	-	-
Non-Group loans advanced		-	-	-	-
Finance lease payments		156	-	-	-
Dividends paid		(597)	-	-	-
Net cash from financing activities		**(251 942)**	**99 237**	**-**	**67 500**
Total cash movement for the year		**88 187**	**(15 365)**	**(486)**	**758**
Cash at the beginning of the year		26 432	39 000	760	2
Effect of exchange rate movement on cash balances		2 241	2 797	-	-
Total cash at end of the year	14	**116 860**	**26 432**	**274**	**760**

Reporting entity

JCI Limited (the "Company") is domiciled and incorporated in the Republic of South Africa. The consolidated financial statements of the Group for the year ended 31 March 2010 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities") and the Group's interest in associates. The Group has no operating businesses, and merely remains the holder of unrelated investments, principally in listed and unlisted shares and property.

Where reference is made in the basis of preparation to Group (see note 1 below) it should be interpreted as being applicable to the consolidated and separate financial statements as the context requires.

1. Basis of preparation

The financial statements have been prepared on the basis more fully described below. The financial statements include:

- All significant assets - assets are recorded where the directors have been able to establish legal title to the asset, and the Group is able to benefit from that asset (either whilst held or on disposal).
- Contingent assets - contingent assets are disclosed where the directors are in the process of establishing legal title to the asset or certain cash flows relating to that asset.
- All significant liabilities - liabilities are recorded where the directors have established that there is a legal obligation to make a payment which cannot otherwise be avoided.
- Contingent liabilities - contingent liabilities are disclosed where the legal obligation to make a payment has not been established and where the directors believe that there is a reasonable possibility of defending the claim.

Assets are classified as current where the directors expect to realise the asset in the next twelve months. Liabilities are classified as current where there is an obligation to settle in the next twelve months, or where law requires settlement in the event that the counterparty demands repayment. In all other circumstances, assets and liabilities are classified as non-current.

1.1 Going concern

The valuations included in the financial statements presume that the Company and its subsidiaries will continue as going concerns, and will therefore be able to realise assets and settle liabilities in the ordinary course of business.

1.2 Reporting currency

The Company is domiciled in the Republic of South Africa and the consolidated financial statements of the Group are presented in South African Rand which is the currency in which the significant transactions of the company occur. All financial information presented has been rounded to the nearest thousand Rand.

1.3 Significant judgements and sources of estimation

In preparing the Group and Company financial statements management is required to make estimates and assumptions that affect the amounts represented in the Group and Company financial statements and related disclosures. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates which may be material to the Group and Company financial statements. Significant judgements include:

Fair value estimation

The fair value of financial instruments traded in active markets (such as trading and available for sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price.

The fair value of financial instruments that are not traded in an active market is determined by using certain valuation techniques and directors' valuations. The Group uses a variety of methods and makes assumptions that are based on market conditions existing at the end of each reporting period.

Provisions and R&E settlement provision

Provisions were raised based on information available and management determined best estimates. Additional disclosures of these estimates of provisions are included in note 17 and note 18.

Non-consolidated Group loans and loans to Group companies

Where agreements or financial records are not available to confirm the terms and amounts of loans to Group companies, the directors have estimated the amounts of and terms of the loans using any available information which the directors believe relevant in establishing the terms.

1.4 Biological assets

Biological assets comprise the vineyard development costs and livestock which are capitalised. Vineyard costs are capitalised during the first five years during which the vines are being prepared for full production. Once the vineyards have reached full production, all further maintenance costs are expensed. Vineyards are amortised from year to year, as fair value cannot be measured.

Subsequent to initial recognition livestock are carried at fair value less estimated point-of-sale costs.

The carrying values of biological assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash generating units are written down to their recoverable amounts.

The recoverable amount of biological assets is the greater of net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs. Impairment losses are recognised in the income statement in the cost of sales line item.

A biological asset is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gain or loss arising on derecognition of the asset is included in the income statement in the year the item is derecognised.

1.5 Consolidation

Basis of consolidation

The Group financial statements, except as otherwise disclosed in the Directors' Report, incorporate controlled entities for which financial records are available. Those entities with no or inadequate accounting records are not included in the consolidation.

Control exists when the company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The power to govern is demonstrated by legal ownership of the shares in the subsidiary company.

The results of consolidated subsidiaries are included in the Group financial statements from the legal date of acquisition to the legal date of disposal, which is when there is a transfer of the risks and rewards relating to the investment.

For consolidated subsidiaries:

Adjustments are made when necessary to the Group financial statements of subsidiaries to bring their bases of preparation in line with those of the Group. All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

Interests in the net assets of consolidated subsidiaries which are held other than by the Group are identified and recognised separately from the Group's interest, and are recognised within equity as a non-controlling interest. Losses of subsidiaries attributable to non-controlling interests are allocated to the non-controlling interest to Nil. Profit or loss is divided into that portion in which the Group has an interest, and the interest of the other shareholders based on the relevant legal shareholding.

Transactions which result in changes in ownership levels, where the Group has control of the subsidiary both before and after the transaction are regarded as equity transactions and are recognised directly in the statement of changes in equity.

The difference between the fair value of consideration paid or received and the movement in non-controlling interest for such transactions is recognised in equity attributable to the owners of the parent.

Where a subsidiary is disposed of any difference between the net assets sold and the proceeds received is included in profit or loss and as part of operating loss. The proceeds on disposal are determined with reference to the sale agreement, where relevant.

For non-consolidated subsidiaries:

Intra-group balances and transactions are not eliminated. Instead the balances and transactions remaining in the Company or other subsidiary company financial statements are retained. The accounting policies in respect of these balances is described on page 23 under the heading Non-consolidated Group loans.

1.6 Acquisition of controlling interest - Boschendal

During the 2010 financial year, the Group obtained control over Boschendal by acquiring both shares and shareholder claims from certain of the previous shareholders. With the exception of the items noted in 1.10 and 1.17, the acquisition has been accounted for using the values provided by Boschendal in their management accounts. The purchase price was settled by cash, the conversion of debentures and the transfer of a loan receivable by the previous shareholder from Boschendal. For the purposes of determining the cost of acquisition, the debentures were measured at their carrying amount immediately prior to conversion and the loan acquired at the amount recorded in the general ledger of Boschendal.

Any difference between the net assets acquired and the consideration paid is recorded as cost of control.

1.7 Foreign currency transactions and balances

Transactions in currencies other than Rand are translated at the rate at the date of the transaction. Foreign currency balances are translated at the year-end rate. All foreign currency gains and losses are recorded in profit or loss. Gains are disclosed as other income.

1.8 Foreign currency translation for consolidation

Foreign subsidiaries which retain their accounting records in currencies other than Rand are translated into Rand for the purposes of consolidation. The results for the year are translated at the average exchange rate for the year and assets and liabilities at the exchange rate at the reporting date. Any difference arising on applying this translation method are shown as a separate reserve in equity – the foreign currency translation reserve, and any changes during the year are shown as part of other comprehensive income.

1.9 Assets - general

Except where otherwise noted, assets are initially recorded at cost, and are subsequently carried at the lower of cost or net realisable value. Cost is determined by reference to invoices received for the asset or the contractual arrangement, together with any directly related transaction costs. Where there is no documentation available to support a cost, the asset is recognised at nil.

Net realisable value is determined as follows:

- For investments in subsidiaries and associates and loans to subsidiaries, net asset value was determined by reference to the audited financial statements of the entity and the directors' expectations that there will be sufficient resources available to support the carrying value.
- For loans and receivables the net realisable value is the amount the directors expect to recover under the loan, on an non-discounted basis. For non-consolidated Group loans, the directors' expectations are based on the anticipated sale of assets owned by the non-consolidated subsidiaries and which are known to exist.
- Any write-downs to net realisable value are described as impairments.

1.10 Boschendal assets

Group

Unless otherwise noted, assets of Boschendal have been recorded on acquisition at amounts reflected in the management accounts of Boschendal. Management accounts are prepared on a historical cost basis except for land and buildings which are carried at agricultural values. Subsequently the amounts recorded in the annual financial statements of Boschendal have been used.

Cost of control arising on acquisition is carried at cost less any accumulated impairment losses. Cost of control is amortised on a systematic basis as the Group sells its Boschendal properties.

Land and buildings are revalued to farming value on the date of acquisition. Deferred tax is not raised on a revaluation surplus.

1.11 Investment property

Investment property is property which is held for rental or for capital appreciation, and is recorded initially when the risks and rewards of ownership transfer in accordance with the purchase contract. Investment property is initially recorded at cost, which includes transaction costs that relate directly to the acquisition of the property.

Subsequent to initial measurement investment property is measured at fair value, with any changes in fair value recorded in profit or loss as part of the fair value adjustments line. Fair value is determined from a third party independent valuation or by the directors using information obtained from independent real estate agents.

On disposal of an investment property, any difference between the fair value at the last reporting date and the date of sale is included as part of the fair value adjustments line in profit or loss. A disposal is recorded at the date risks and rewards of ownership transfer in accordance with the sale contract.

1.12 Property, plant and equipment

Property, plant and equipment is initially recognised at cost, and is subsequently carried at cost less accumulated depreciation.

Property, plant and equipment are depreciated on the straight-line basis over their useful lives (as disclosed below) to a nil value. Depreciation is included in operating expenses.

Item	Useful life
Buildings	20 years
Plant and machinery	10 - 20 years
Furniture and fixtures	5 - 8 years
Motor vehicles	5 years
Office equipment	1 - 5 years
IT equipment	2 - 5 years
Computer software	3 years
Mining assets	4 - 10 years
Paintings and other	5 - 10 years

The depreciation charge for each period is recognised in profit or loss as part of operating expenses. When property, plant and equipment is sold, any gain or loss arising is included in profit (as other income) or loss (as part of operating expenses). The gain or loss is determined as the difference between the disposal proceeds (net of transaction costs) and the carrying amount of the item. A disposal is recorded when risks and rewards of ownership transfer in accordance with the sale contract.

1.13 Financial assets

Financial assets are contracts which will be settled in cash or represents an ownership in another entity which is not sufficient for control. Financial assets are recognised when the contractual rights come into force or legal title passes. Financial instruments are derecognised where the contractual rights expire or there is a transfer of legal title.

Financial assets are classified into the following categories:

Financial assets at fair value through profit or loss (intention to trade in the short term)

Listed shares and single stock futures are recognised on acquisition and subsequently at fair value, with all gains and losses recorded in profit or loss as part of the fair value adjustments line. Fair value is determined using the closing price of the security at the reporting date. The R&E shares are valued at the suspended share price of R8.90 per share as R&E was only reinstated onto the JSE after the reporting period end.

Where listed shares are carried at no cost, and these investments are subsequently sold, the proceeds are recognised in profit or loss.

Unlisted investments are initially recognised at cost and are subsequently carried at the lower of cost or net realisable value.

Available for sale (no intention to trade in the short term)

These assets are recorded at cost on acquisition and subsequently at the closing share price at year end. These gains or losses are recorded in a reserve (fair value adjustment assets available for sale reserve). These gains are shown as other comprehensive income, being gains not recorded as part of profit or loss. Where there are losses when compared to cost and the losses are expected to exist for an extended period, any gains previously recorded are removed from reserves and recognised in profit or loss. Losses are thereafter recognised in profit or loss. The losses and gains removed from reserves are recorded in the profit or loss as part of the fair value adjustments line.

For listed investments fair value is determined using the closing price of the security at the reporting date.

Held to maturity investments (intention to hold the asset to its maturity date)

Held to maturity investments consist of debentures and preference shares.

Preference shares are carried at cost per the subscription agreement. Debentures are accounted for at the face value per the debenture agreement plus accrued interest based on the nominal interest rate in terms of the debenture agreement.

Loans and receivables

Loans and receivables consist of non-Group loans, and trade and other receivables. Loans and receivables are carried at the lower of the face value (per the agreement) or the net realisable value. Where the agreement provides for interest, interest is accrued at the rate and on the basis provided in the agreement.

Non-consolidated Group loans and loans to Group companies

Non-consolidated Group loans and loans to Group companies are carried at the lower of the face value (per the agreement) or the net realisable value. Where the agreement provides for interest, interest is accrued at the rate and on the basis provided in the agreement.

1.13 Financial assets (Continued)

Where no agreement can be found and the loan is with a local subsidiary, the loan balance as reflected in the respective lending Group company's accounting records was accepted as correct. The loans are unsecured, interest fee and not repayable with twelve months of the reporting date.

Where no agreement can be found and the loan is with a foreign subsidiary, the loan is recorded at the historical value of the subsidiary's accounts and this loan amount is presumed to be in the foreign currency in which the subsidiary is domiciled.

1.14 Investments in subsidiaries and associates

Investments in subsidiaries and associates are recorded initially at cost and subsequently at the lower of cost or net realisable value. Associates are those investees over which the Group has significant influence, evidenced by the right to appoint a director to the board of the investee or a 20.00% shareholding or more.

1.15 Inventories

Properties

Certain properties acquired as part of the acquisition of the Boschendal Wine Estate have been earmarked for resale. These properties are reflected as inventory and are stated at the lower of cost or net realisable value at the date of acquisition plus all costs incurred at acquisition as well as the costs required to prepare the asset for its intended use. These activities include obtaining the approvals for subdivision and rezoning from relevant authorities. The borrowing costs related to these properties have also been capitalised.

Other inventories

Inventories are valued at the lower of cost or net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs necessary to make the sale.

1.16 Non-current assets held for sale

Where the directors have decided to dispose of a non-current asset or group of non-current assets in the following year they are shown separately on the statements of financial position. Non-current assets held for sale are measured at the lower of its carrying amount (as determined under the policy relevant to that asset) or net realisable value. The profit or loss on sale is recorded as the difference between the sale proceeds per the contract and the carrying value of the assets sold. The profit or loss is included in operating profit or loss.

1.17 Boschendal liabilities

Unless otherwise noted, liabilities of Boschendal have been recorded on acquisition at amounts reflected in the management accounts of Boschendal. Subsequently the amounts recorded in the annual financial statements of Boschendal have been used.

1.18 Financial liabilities

Financial liabilities are contractual obligations which will be settled in cash. Financial instruments are recognised when the contractual obligations come into force. Financial liabilities are derecognised where the contractual obligations expire.

Financial liabilities consist of loans from Group companies, loans from associates, other financial liabilities and trade and other payables.

Financial liabilities are recorded at cost (determined by reference to the contractual arrangement). Where the agreement provides for interest, interest is accrued at the rate and on the basis provided in the agreement. This method is described as amortised cost.

1.19 Provisions and R&E settlement provision

Provisions are determined according to the directors' best estimates at year end.

The R&E settlement provision has been determined as disclosed in note 18.

1.20 Current Tax

Income tax expense comprises current tax for the year, which is determined using the relevant provisions of the Income tax for the relevant financial year. Current tax payable represents that amounts due by the Group, but as yet unpaid. Interest is accrued where relevant in accordance with the methods specified in the Income Tax Act.

1.21 Deferred tax

Deferred tax is only recognised in respect of temporary differences that relate to Boschendal. Other than Boschendal, the Group does not account for deferred tax. Changes in deferred tax raised by Boschendal are mirrored in the Group.

1.22 Share capital and premium

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

When share capital is repurchased, the amount of the consideration paid (net of directly attributable costs), is recognised as a deduction from equity in the treasury share reserve. When treasury shares are sold or reissued subsequently, the amount received is recognised as an increase in equity, and the resulting surplus or deficit on the transaction is transferred to or from retained earnings.

1.23 Disposal of assets

The disposal of an asset in terms of an agreement of sale for such asset is only recorded once all suspensive conditions contained in such agreement of sale have been fulfilled. A potential impairment loss which may result on sale of such asset is postponed until the date such agreement becomes unconditional.

1.24 Revenue

Revenue is measured at the amounts receivable for goods and services provided in the normal course of business, net of trade discounts, volume rebates and value added tax. Rental income from investment property is recognised in profit or loss on a straight-line basis over the term of the lease.

Revenue is recognised when persuasive evidence exists, usually in the form of an executed sale or service agreement, that the significant risks and rewards of ownership have been transferred to the buyer or the delivery of the service is complete, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably.

1.25 Other income

Other income includes profits on sale of investments; profits on sale of property, plant and equipment and intangible assets; profits on sales of subsidiaries and foreign exchange gains. The calculation of these amounts is disclosed above under the respective asset or liability.

Any other income is recognised when the related goods or services have been delivered.

1.26 Investment income

Interest income is recognised, in profit or loss, in the manner and using the basis described in the relevant contract.

Dividends are recognised, in profit or loss, when the company’s right to receive payment has been established.

1.27 Finance costs

Finance costs are recognised, in profit or loss, in the manner and using the basis described in the relevant contract.

1.28 Other expenses

Other expenses are recognised when incurred. The amount recognised is based on the invoice amount or contract.

1.29 Cost of sales

Cost of sales relates to expenses that can be directly attributed to the goods or services provided when earning revenue.

1.30 Earnings / (loss) per share

Earnings / (loss) per share is calculated as the earnings / (loss) attributable to shareholders of JCI divided by the weighted average number of ordinary shares in issue for the year. In determining the weighted average number of shares, treasury shares held by JCI are treated as issued share capital.

2. Segment reporting

The Group and Company has no operating businesses, and merely remains the holder of unrelated investments principally in listed and unlisted shares and property, and segmental reporting is therefore not appropriate.

3. Biological assets

		2010			**2009**	
	Capitalised cost **R'000**	Accumulated depreciation **R'000**	Carrying value **R'000**	Capitalised cost **R'000**	Accumulated depreciation **R'000**	Carrying value **R'000**
Group						
Livestock	567	-	567	-	-	-
Vineyards	7 712	-	7 712	-	-	-
Lavender	146	-	146	-	-	-
	8 425	**-**	**8 425**	**-**	**-**	**-**

Reconciliation of biological assets – Group 2010	Opening balance **R'000**	Additions through business combinations **R'000**	Decrease due to harvest / sales **R'000**	Total **R'000**
Livestock	-	567	-	567
Vineyards	-	9 358	(1 646)	7 712
Lavender	-	146	-	146
	-	**10 071**	**(1 646)**	**8 425**

4. Property, plant and equipment

	2010 Cost R'000	2010 Accumulated depreciation R'000	2010 Carrying value R'000	2009 Cost R'000	2009 Accumulated depreciation R'000	2009 Carrying value R'000
Group						
Land and buildings	446 557	(9 168)	437 389	-	-	-
Plant and machinery	1 826	(1 300)	526	-	-	-
Furniture and fixtures	9 338	(4 592)	4 746	3 419	(3 319)	100
Motor vehicles	1 374	(808)	566	669	(669)	-
Office equipment	1 090	(1 076)	14	1 249	(1 249)	-
IT equipment	2 219	(1 982)	237	1 434	(1 069)	365
Paintings and other	1 025	(1 025)	-	1 025	(1 025)	-
	463 429	**(19 951)**	**443 478**	**7 796**	**(7 331)**	**465**

Reconciliation of property, plant and equipment – Group 2010	Opening balance R'000	Additions R'000	Additions through business combinations R'000	Disposals R'000	Depreciation R'000	Total R'000
Land and buildings	-	-	437 389	-	-	437 389
Plant and machinery	-	-	526	-	-	526
Furniture and fixtures	100	20	4 697	(7)	(64)	4 746
Motor vehicles	-	-	566	-	-	566
Office equipment	-	-	14	-	-	14
IT equipment	365	27	27	-	(182)	237
Paintings and other	-	-	-	-	-	-
	465	**47**	**443 219**	**(7)**	**(246)**	**443 478**

Reconciliation of property, plant and equipment – Group 2009	Opening balance R'000	Additions R'000	Disposals R'000	Depreciation R'000	Total R'000
Plant and machinery	2 769	-	(346)	(2 423)	-
Furniture and fixtures	145	14	-	(59)	100
Motor vehicles	111	-	-	(111)	-
Office equipment	1	-	-	(1)	-
IT equipment	477	120	-	(232)	365
Mining assets	1	-	(1)	-	-
Paintings and other	103	-	-	(103)	-
	3 607	**134**	**(347)**	**(2 929)**	**465**

A register containing the information required by paragraph 22(3) of Schedule 4 of the Companies Act is available for inspection at the registered office of the company.

5. Cost of control

	2010 Cost R'000	2010 Accumulated depreciation R'000	2010 Carrying value R'000	2009 Cost R'000	2009 Accumulated depreciation R'000	2009 Carrying value R'000
Group						
Cost of control	**52 290**	**-**	**52 290**	**-**	**-**	**-**

Reconciliation of cost of control – Group 2010	Opening balance R'000	Additions through business combinations R'000	Total R'000
Cost of control	**-**	**52 290**	**52 290**

6. Investments in subsidiaries

Name of company		Company % holding **2010**	Company % holding **2009**	Company Carrying value **2010 R'000**	Company Carrying value **2009 R'000**
Cost					
Alongshore Resources (Proprietary) Limited	#	70.00%	70.00%	1	1
Barnato Exploration Limited		100.00%	100.00%	199 999	199 999
Consolidated African Mines Jersey Limited		100.00%	100.00%	**	**
Consolidated Bullion Limited		100.00%	100.00%	**	**
Consolidated Mining Corporation Limited		100.00%	100.00%	433 687	433 687
JCI Gold Limited		100.00%	100.00%	1 679 539	1 679 539
JCI Investment Finance (Proprietary) Limited		100.00%	100.00%	**	**
Kovacs Investments 620 (Proprietary) Limited		100.00%	100.00%	**	**
Letseng Investment Holdings (South Africa) (Proprietary) Limited		90.00%	90.00%	1	1
Tantco Global (Proprietary) Limited	#	66.00%	66.00%	7	7
				2 313 234	2 313 234
Impairment of investments in subsidiaries				(2 226 288)	(1 295 130)
Net realisable value				**86 946**	**1 018 104**

** Values are less than R1 000

During the 2010 financial year the Company further impaired its investment in JCI Gold Limited by R931 158 000 (2009: R125 463 000).

The results of these subsidiaries are not included in the Group financial statements (Refer to the Directors' Report for details)

7. Investments in associates

Name of company	Listed / unlisted	% holding **2010**	% holding **2009**	Group Carrying value **2010 R'000**	Group Carrying value **2009 R'000**	Company Carrying value **2010 R'000**	Company Carrying value **2009 R'000**
Ikamva Investments (Proprietary) Limited	Unlisted	30.00%	30.00%	17 400	17 400	17 400	17 400
My Acre of Africa (Proprietary) Limited	Unlisted	30.00%	30.00%	**	**	**	**
African Maritime Logistics (Proprietary) Limited	Unlisted	-	40.00%	-	**	-	-
Free State Development and Investment Corporation Limited	Unlisted	-	44.89%	-	2 837	-	-
				17 400	20 237	17 400	17 400
Impairment of investments in associates				(17 400)	(20 237)	(17 400)	(17 400)
Net realisable value				**	**	-	-

** Values are less than R1 000

8. Loans to / (from) Group companies

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
Subsidiaries and other Group companies				
Alongshore Resources (Proprietary) Limited	-	-	(1)	(1)
Consolidated African Mines Jersey Limited	-	-	147 696	147 696
Consolidated Mining Corporation Limited	-	-	(86 944)	(86 944)
Consolidated Mining Management Services Limited	-	-	(1 019 287)	(968 108)
JCI Gold Limited	-	-	(169 331)	(124 877)
JCI Investment Finance (Proprietary) Limited	-	-	4 577	4 577
JCI (Isle of Man) Limited	-	-	65	-
JCI (LONDON) Limited	-	-	(957)	(1 186)
	-	-	(1 124 182)	(1 028 843)
Impairment of loans to subsidiaries	-	-	(151 484)	(147 696)
	-	**-**	**(1 275 666)**	**(1 176 539)**
Associates				
FSD	-	(107 791)	-	-
Goldridge	-	(125 054)	-	-
	-	**(232 845)**	**-**	**-**

The loans to and from subsidiaries and associates (except for the loan from FSD and Goldridge) were unsecured, interest free and have no fixed terms of repayment.

The loan from FSD was unsecured at the end of 31 March 2009, but was subsequently secured by 79 000 000 JCI shares owned by the JCI Group. The loan bore interest at prime from 1 February 2009 (prior to this date the loan was interest free) and had no fixed terms of repayment. This loan was repaid during the current year.

The group had a loan payable to Goldridge, a wholly owned subsidiary of FSD. The loan bore interest at the bank prime lending rate and was due and payable on demand. This loan was repaid during the current year.

Shown as:	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
Non-current assets	-	-	854	-
Current assets	-	-	-	4 577
Current liabilities	-	(232 845)	(1 276 520)	(1 181 116)
	-	**(232 845)**	**(1 275 666)**	**(1 176 539)**

9. Other financial assets

	Group 2010 R'000	Group 2009 R'000	Company 2010 R'000	Company 2009 R'000
At fair value through profit or loss – held for trading				
Listed shares	25 015	28 227	-	15 103
Unlisted shares	**	114	-	-
Single stock futures	-	10	-	-
The value of the Gold Fields SAFEX futures was based on the closing rate per future at 31 March 2009. Each Gold Fields SAFEX futures contract was convertible into 100 ordinary Gold Fields shares on expiry of the futures contracts. Thus the 17 038 Gold Fields futures were convertible into 1 703 800 Gold Fields shares on expiry date of the futures contracts, those contracts expired every 3 months at the discretion of JCI. The variance margin was the surplus cash in the JCI futures trading account that was used to settle the daily mark to market price movements. The initial margin on the contract was the cash deposited with SAFEX held as security by SAFEX over the futures.				
	25 015	**28 351**	**-**	**15 103**
** Values are less than R1 000				
Available for sale				
Listed shares	**684 148**	**1 113 683**	**-**	**-**
Held to maturity				
Debentures	-	156 374	-	-
Consisted of 17 310 cumulative convertible redeemable debentures issued by Kovacs with a nominal value of R5 000 each. The debentures bore interest at prime, which was 13.00% (2009: 13.00%) at 31 March 2010, were secured by way of a pledge of all the issued shares in Kovacs and had no fixed terms of redemption. The debentures were issued against loans from JCIIF to Kovacs to enable Kovacs to invest in Boschendal and were redeemable at JCI's election at a redemption price of the nominal value per debenture plus a premium comprising 50.00% of any upside of realisable value over cost of Kovacs's investment in Boschendal at redemption. During June 2009 the Group exercised their right to redeem the debentures. The total redemption value was settled by delivery and transfer to the Group of Kovacs's investment (shares and loan account) in Boschendal.				
Preference shares	89 344	89 344	-	-
The preference shares comprise 357 374 000 preference shares in Xelexwa. The preference shares earn dividends equal to 5.00% of the issue price of the preference share only to the extent that Xelexwa receives a dividend from Simmer & Jack Mines Limited ("Simmers") and is non cumulative. The preference shares are redeemable on 31 December 2010 at a redemption price of the face value per preference share plus a premium comprising 20.00% of the increase in value above 25c per share of 357 374 000 Simmers shares from date of issue of the preference shares to date of redemption thereof. This premium has not been been included in the R89 344 000 reported here (see note 33)				
	89 344	**245 718**	**-**	**-**
Loans and receivables				
Non-Group loans	68 353	183 026	38 566	40 847
The loans bear interest at various interest rates ranging between prime and prime less 1.00% and are unsecured and have no fixed terms of repayment.				
	68 353	183 026	38 566	40 847
Impairment of loans and receivables	(54 786)	(102 248)	(26 480)	(26 480)
	13 567	**80 778**	**12 086**	**14 367**
Total other financial assets	**812 074**	**1 468 530**	**12 086**	**29 470**

9. Other financial assets (Continued)

	Group		Company	
	2010	**2009**	**2010**	**2009**
	R'000	**R'000**	**R'000**	**R'000**
Non-current assets				
Available for sale	-	1 113 683	-	-
Held to maturity	89 344	245 718	-	-
Loans and receivables	11 802	77 430	12 086	14 367
	101 146	**1 436 831**	**12 086**	**14 367**
Current assets				
Available for sale	684 148	-	-	-
At fair value through profit or loss – held for trading	25 015	28 351	-	15 103
Loans and receivables	1 765	3 348	-	-
	710 928	**31 699**	**-**	**15 103**
	812 074	**1 468 530**	**12 086**	**29 470**
Investments at fair value				
Listed – at fair value included the following major investments:				
R&E	73 922	68 853	-	15 103
Gold Fields	643 988	1 067 416	-	-
Simmers	-	1	-	-
Investec	-	5 640	-	-
Matodzi	-	-	-	-
Loans – Non-Group include the following major loans:				
Boschendal	-	62 012	-	-
Coralline Limited	11 587	14 367	-	14 367

The loan to Boschendal bore interest at prime less 1.00%, was unsecured and has no fixed terms of repayment.

The Coralline Limited loan bears interest at a rate equivalent to the Bank of Scotland prime lending rate. The loan is unsecured and has no fixed terms of repayment.

10. Non-consolidated Group loans

Non-consolidated group loans comprises loans to the Lyons group of companies whose holding company is Lyons Financial Solutions (Proprietary) Limited, a wholly owned subsidiary of the JCI Group. Management has excluded the Lyons group from the Group consolidated accounts and therefore these loans do not eliminate. (Refer to the Directors' Report for an explanation.)

The loan to JCI Properties Solutions (Proprietary) Limited bears interest at prime, is unsecured and has no fixed terms of repayment. All other loans are unsecured, interest free and have no fixed terms of repayment (refer to the Directors' Report).

	Group 2010	Group 2009	Company 2010	Company 2009
JCI Properties Solutions (Proprietary) Limited (formerly Lyons Property Solutions (Proprietary) Limited)	21 730	22 223	-	-
Liberty Moon Investments 23 (Proprietary) Limited	-	1 190	-	-
The Falls Shopping Centre (Proprietary) Limited	-	2 550	-	-
Foundation Variable Loan Stock Company Limited	-	7 424	-	-
Northern Lights Trading 184 (Proprietary) Limited	-	1	-	-
Golden Dividend 392 (Proprietary) Limited	-	26	-	-
Quantum Leap 558 (Proprietary) Limited	-	79	-	-
Unit 1004 Sandton Emperor (Proprietary) Limited	-	11	-	-
	21 730	**33 504**	**-**	**-**

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
11. Deferred tax				
Deferred tax asset	59 573	-	-	-
Deferred tax liability	(5 518)	-	-	-
	54 055	**-**	**-**	**-**

12. Inventories

Land and buildings for resale	122 432	-	-	-
Wine	26	-	-	-
Other inventories for resale	516	-	-	-
	122 974	**-**	**-**	**-**

Inventory pledged as security

Land and buildings for resale are encumbered as set out in note 16.

13. Trade and other receivables

Trade receivables	9 066	3 910	-	-
Sundry debtors	7 235	4 802	1 031	-
Deposits	2 473	210	-	-
VAT	787	9	-	-
	19 561	**8 931**	**1 031**	**-**

14. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	20	-	-	-
Bank balances	105 248	26 432	274	760
Other cash and cash equivalents	11 592	-	-	-
	116 860	**26 432**	**274**	**760**

Credit quality of cash at bank and short term deposits, excluding cash on hand

All cash at bank and short term deposits are held at major banks.

15. Share capital and premium

Authorised				
2 700 000 000 ordinary shares of 1 cent each	27 000	27 000	27 000	27 000

The unissued ordinary shares are under the control of the directors in terms of a resolution of members passed at the last annual general meeting. This authority remains in force until the next annual general meeting.

Issued				
2 224 798 993 ordinary shares of 1 cent each	22 248	22 248	22 248	22 248
Share premium	1 754 441	1 754 441	1 754 441	1 754 441
	1 776 689	**1 776 689**	**1 776 689**	**1 776 689**

Subsequent to year end the company issued 1 555 710 220 new shares.

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
16. Other financial liabilities				
Held at cost				
Nedbank Limited The loan bears interest at prime less 0.50% and is secured over first and second mortgage bonds in favour of Nedbank over all the land shown under note 4 and land and buildings for resale under note 12. R25 million is repayable on 30 June 2011 and the balance on 30 June 2012. The loan is further secured by a surety from JCI for R109 million and sureties from various Boschendal Founders Estates covering mortgage bonds.	169 281	-	-	-
IFA Boschendal Investments (Proprietary) Limited The loan bears interest at prime less 1.00%. The loan is unsecured and has no fixed terms of repayment. As a condition of the renegotiation of the Nedbank loan facility, the loan has been subordinated as further security for the Nedbank loan.	133 222	-	-	-
Other non-Group loans The loans are unsecured, interest free and have no fixed terms of repayment.	5 790	6 862	-	-
	308 293	**6 862**	**-**	**-**
Non-current liabilities				
At cost	277 503	-	-	-
Current liabilities				
At cost	30 790	6 862	-	-
	308 293	**6 862**	**-**	**-**

17. Provisions

Reconciliation of provisions - Group 2010	Opening balance **R'000**	Additions **R'000**	Reversed during year **R'000**	Total **R'000**
Legal proceedings	2 750	-	-	2 750
Investec raising fee	373 335	-	(105 835)	267 500
Boschendal infrastructure	-	12 389	-	12 389
	376 085	**12 389**	**(105 835)**	**282 639**

Reconciliation of provisions - Group 2009	Opening balance **R'000**	Total **R'000**
Legal proceedings	2 750	2 750
Investec raising fee	373 335	373 335
	376 085	**376 085**

The Investec loan agreement provides for a raising fee to be paid by JCI to Investec on the upside of the increase in value on the realisation of certain selected assets of the JCI Group subject to a minimum fee for R50 000 000. The above raising fee provision represented management's best interpretation and corresponding estimate of the company's liability under that loan agreement at year end, and the JCI directors were strongly of the view that the amount disclosed will be the maximum amount agreed upon.

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
18. R&E settlement provision				
Opening balance	828 187	1 024 163	-	-
Movements	126 662	(195 976)	-	-
	954 849	**828 187**	**-**	**-**

The JCI Group, as a conduit, received assets and cash from R&E, and on instructions of certain then incumbent board members of R&E or employees of R&E transferred these assets or cash amounts to third parties, including share trading accounts. The Group, equally, received cash from such third parties on behalf of R&E (Refer to the Directors' Report).

The JCI Group had no interest or right to any profits, nor was it liable for any of the losses which may have resulted from such activities.

As a result the JCI Group reflects, in the above account, only the net effect of the cash which flowed into or out of the conduit account on behalf of R&E.

The subsequent changes to this provision are the result of additional information and documentation which became available in the year under review and necessitated adjustments to the initial transactions recorded.

R&E lodged claims on JCI in respect of numerous individual transactions and/or matters, including some which passed through the above account, or which are included in the above account, pertaining to losses it had allegedly suffered from the actions of former co-directors and/or employees of R&E and JCI.

The above balance was settled in terms of a settlement agreement between JCI, JCIIF and R&E in 2010.

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
19. Trade and other payables				
Trade payables	6 241	5 320	2 375	1 484
Sundry creditors	28 916	27 341	2 517	2 527
VAT	310	310	-	-
Deposits received	228	-	-	-
Accrued salary expenses	170	-	-	-
Amounts received in advance	120	120	-	-
Accrued leave pay	112	-	-	-
Accrued directors fees	11	14	-	-
Letseng	-	58 708	-	58 708
Accrued legal fees	-	2 934	-	-
	36 108	**94 747**	**4 892**	**62 719**

The amount payable to Letseng which attracted interest at a fixed rate of 12.50% per annum compounded daily, was payable on demand and settled during the current financial year.

20. Revenue				
Sale of goods	-	1 209	-	-
Rendering of services	10 846	12 642	-	-
Rental income	2	-	-	-
Farming sales	7 370	-	-	-
Property sales	25 076	-	-	-
Miscellaneous revenue	-	10	-	-
	43 294	**13 861**	**-**	**-**
21. Cost of sales				
Sale of goods				
Cost of goods sold	21 838	364	-	-
Rendering of services				
Cost of services	11 032	13 175	-	-
	32 870	**13 539**	**-**	**-**

22. Operating profit / (loss)

Operating profit / (loss) for the year includes the following:

Operating lease charges				
Premises	1 012	1 283	-	-
Equipment	821	287	-	-
	1 833	**1 570**	**-**	**-**
Impairments of other financial assets	24 890	822	-	-
Legal fees	17 681	18 455	17 258	17 782
Employee costs	16 955	27 734	-	230
Loss on sale of investments	1 195	3 546	-	104
Depreciation on property, plant and equipment	246	2 929	-	-
Profit on sale of subsidiaries	-	(5 757)	-	(5 757)
Forensic expenses	-	17 216	-	-
Impairments of non-consolidated subsidiaries – JCI Properties Solutions (Proprietary) Limited	-	1 000	-	-

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**
23. Investment income				
Dividend income				
Listed financial assets - local	12 367	23 456	-	-
Unlisted financial assets - local	19 180	-	5 376	-
	31 547	**23 456**	**5 376**	**-**
Interest income				
Debentures	3 395	18 103	86	-
Loans	2 052	12 276	645	561
Bank	1 715	2 133	54	20
Other	69	-	-	-
	7 231	**32 512**	**785**	**581**
	38 778	**55 968**	**6 161**	**581**

24. Other income

Reversal of R&E settlement provision	100 000	-	-	-
Profit on sale of investment	29 387	58 516	-	-
Rentals and recoveries	2 587	-	-	-
Other income	1 374	46	-	-
Bad debts recovered	892	-	-	-
Profit on sale of property, plant and equipment	141	23 416	-	-
Management and administration fees received	26	275	-	-
Foreign exchange rate gains	-	2 797	1 552	-
Profit on sale of subsidiary	-	5 757	-	5 757
	134 407	**90 807**	**1 552**	**5 757**

25. Fair value adjustments

Investments in subsidiaries	-	-	(931 158)	(125 463)
Other financial assets	(85 446)	(196 273)	(3 788)	(1 247)
	(85 446)	**(196 273)**	**(934 946)**	**(126 710)**

26. Finance costs

Loan from Goldridge	10 296	14 290	-	-
Bank	9 570	-	-	-
Loan from FSD	8 860	15 000	-	-
Letseng	5 733	6 295	318	6 295
Shareholders	2 408	-	-	-
Other interest paid	940	385	-	-
Current borrowings	161	253	-	-
Finance leases	8	-	-	-
Non-current borrowing	-	309	-	-
Late payment of tax	-	9	-	-
Debentures	-	3	-	3
	37 976	**36 544**	**318**	**6 298**

	Group		Company	
	2010 R'000	**2009 R'000**	**2010 R'000**	**2009 R'000**

27. Taxation

Major components of the tax expense / (credit)

Current				
Local income tax	34 282	9 912	-	-
STC	60	(240)	-	-
Foreign income tax or withholding tax	1 172	(5 803)	-	-
	35 514	**3 869**	**-**	**-**
Deferred				
Current period	(18 932)	-	-	-
	16 582	**3 869**	**-**	**-**

The income tax rate of 28.00% in 2010 remained unchanged.

28. Auditors' remuneration

Fees	5 546	3 973	4 021	3 217
Other services	1 677	1 834	1 204	885
	7 223	**5 807**	**5 225**	**4 102**

29. Cash utilised in operations

Profit / (loss) before taxation	20 023	(196 536)	(999 121)	(173 019)
Adjustments for:				
Depreciation and amortisation	246	2 929	-	-
Profit on foreign exchange	-	(2 797)	(1 552)	-
Loss on foreign exchange	1	-	-	9 663
Dividends received	(31 547)	(23 456)	(5 376)	-
Interest received	(7 231)	(32 512)	(785)	(581)
Finance costs	37 976	36 544	318	6 298
Fair value adjustments	85 446	196 273	934 946	126 710
Impairment of other financial assets and non-consolidated subsidiaries	24 890	1 822	-	-
Profit on sale of investments	(29 387)	(58 516)	-	-
Profit on sale of property, plant and equipment	(141)	(23 416)	-	-
Profit on sale of subsidiaries	-	(5 757)	-	(5 757)
Loss on sale of investments	1 195	3 546	-	104
Reversal of R&E settlement provision	(100 000)	(195 976)	-	-
Movements in provisions	(93 440)	-	-	-
Changes in working capital:				
Inventories	5 596	-	-	-
Trade and other receivables	(7 559)	36 942	(1 031)	6 817
Trade and other payables	(65 672)	(17 023)	(53 789)	(6 346)
	(159 604)	**(277 933)**	**(126 390)**	**(36 111)**

	Group		Company	
	2010	**2009**	**2010**	**2009**
	R'000	**R'000**	**R'000**	**R'000**
30. Tax paid				
Balance at beginning of the year	7 746	10 387	-	-
Current tax for the year	(35 514)	(3 869)	-	-
Adjustment in respect of businesses sold and acquired during the year including exchange rate movements	-	(262)	-	-
Balance at end of the year	26 546	(7 746)	-	-
	(1 222)	**(1 490)**	**-**	**-**
31. Acquisition of subsidiary				
Assets acquired				
Property, plant and equipment	441 599	-	-	-
Biological assets	8 622	-	-	-
Deferred tax assets	35 803	-	-	-
Inventories	128 570	-	-	-
Trade and other receivables	3 071	-	-	-
Trade and other payables	(7 033)	-	-	-
Borrowings	(507 367)	-	-	-
Cash	2 009	-	-	1
Other current liabilities	(612)	-	-	-
Total net assets acquired	104 662	-	-	1
Less: Minority share of net assets/reserves	(39 003)	-	-	-
Net assets acquired	65 659	-	-	1
Recognised as cost of control	52 290	-	-	-
	117 949	**-**	**-**	**1**
Consideration paid				
Cash	(28 265)	-	-	(1)
Conversion of Kovacs debentures (see note 9)	(159 684)	-	-	-
Transfer of loan	70 000	-	-	-
	(117 949)	**-**	**-**	**(1)**
Net cash outflow on acquisition				
Cash consideration paid	(28 265)	-	-	(1)
Cash acquired	2 009	-	-	-
	(26 256)	**-**	**-**	**(1)**

Boschendal is consolidated from 30 June 2009.

32. Commitments

The Group and Company have no significant commitments.

33. Contingent asset

Xelexwa

The Group has instituted an action against Xelexwa in respect of, *inter alia*, the registration of 200 000 000 Xelexwa preference shares into the name of JCIIF and the value receivable by JCIIF on the redemption of 357 374 000 Xelexwa preference shares (the "Preference Shares").

The par value of the above preference shares is R89.3 million and their redemption date was 31 December 2010, on which date the Group asserts a total redemption value of R143 million was payable to JCIIF in terms of the Preference Share Subscription Agreement (the "Agreement") (see note 9).

Xelexwa did not pay the above redemption value to JCIIF and is contesting the validity of the Agreement. The action to claim the above R143 million, which was set to be heard on 7 March 2011, was stayed and the parties have agreed that the matter be submitted to arbitration; - which arbitration will commence on 11 March 2012.

34. Earnings / (loss) per share

	Cents	**Cents**
Basic and diluted earnings / (loss) per share (in cents)	0.15	(9.01)

The calculation of basic and diluted earnings / (loss) per ordinary share is based on earnings of R3 441 000 (2009: loss of R200 405 000) attributable to holders of the Company and weighted average of 2 224 798 993 (2009: 2 224 798 993) ordinary shares in issue during the year.

The calculation of the headline loss and diluted headline loss per share is based on a headline loss of R11 216 000 (2009: loss of R137 101 000) attributable to holders of the Group and weighted average of 2 224 798 993 (2009: 2 224 798 993) ordinary shares in issue during the year.

Reconciliation between Basic earnings / (loss) for the year and Headline loss:

	Group	
	2010 R'000	**2009 R'000**
Profit / (loss) for the year attributable to holders of the Group	3 441	(200 405)
Reversal of R&E settlement provision	(100 000)	-
Profit on sale of property, plant and equipment	(141)	(23 418)
Profit on sale of subsidiaries	-	(5 757)
Fair value adjustments on other financial assets	85 445	196 273
Total before tax adjustments	**(11 255)**	**(33 307)**
Tax effects of adjustments:		
Profit on sale of property, plant and equipment	39	6 791
Profit on sale of subsidiaries	-	835
	(11 216)	**(25 681)**

35. Related parties

Relationships

Subsidiaries	Refer to note 6
Associates	Refer to note 7
Shareholders with significant influence	Investec, Allan Gray Limited, Hawkhurst Investments (Proprietary) Limited and Letseng
Common directorship	During the 2010 and 2009 financial years, certain directors had common directorships with R&E, Investec and Boschendal, and as a result, the R&E Group, Investec and Boschendal have been identified as related parties.
Members of key management	The directors, and details of their emoluments are listed in the Directors' Report. Other than the directors, there were no other members of key management during 2009 and 2010.

All subsidiaries are deemed to be related parties. Refer to Appendix A.

35. Related parties (Continued)

Related party balances

Loan accounts - Owing (to) / by related parties

Subsidiaries	Refer to note 8
Associates	Refer to note 8
Goldridge (a wholly owned subsidiary of FSD)	Refer to note 8

Related party transactions

Loans to and from related parties - refer to note 8, 9 and 10.

During the 2010 financial year, FSD declared a dividend to JCI Gold Limited of R19 180 000 at which date JCI Gold Limited held 44.89% of FSD (see note 23).

Interest paid to FSD, Goldridge and Letseng is reflected in note 26.

36. Events after the reporting period

All material events after the reporting period are disclosed in the Directors' Report.

37. Business combinations

Boschendal

During June 2009 the Group acquired / recovered 62.67% of the voting equity interest of Boschendal which resulted in the Group obtaining control.

Cost of control of R52 290 000 arising from the acquisition consists largely of the Group's portion of the expected proceeds on sale of land and buildings for resale (see note 5). The land and buildings for resale are held as inventory and was accounted for at the lower of historical cost or net realisable value, in the group accounts.

JCI LIMITED

(Registration number 1894/000854/06)

GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010
APPENDIX A

GROUP INTEREST IN MAJOR SUBSIDIARIES

	Issued share capital		Company's direct interest		Book value of the Company's interest: Shares		Loans	
	2010	**2009**	**2010 %**	**2009 %**	**2010 R'000**	**2009 R'000**	**2010 R'000**	**2009 R'000**
Boschendal (Proprietary) Limited [1]	R138	R138	-	-	117 949	-	229 441	-
Consolidated African Mines Jersey Limited [2]	US$2	US$2	100.0	100.0	**	**	147 696	147 696
Consolidated Mining Corporation Limited	R925 448 004	R925 448 004	100.0	100.0	433 687	433 687	(86 944)	(86 944)
Consolidated Mining Management Services Limited	R36 481 071	R36 481 071	98.4	98.4	-	-	(1 019 287)	(968 105)
JCI (LONDON) Limited [3]	£501 000	£501 000	100.0	100.0	-	-	(957)	(1 187)
JCI Gold Limited	R15 547	R15 547	100.0	100.0	1 679 539	1 679 539	(169 331)	(124 877)
JCI Investment Finance (Proprietary) Limited	R100	R100	100.0	100.0	**	**	4 577	4 577
Letseng Investment Holdings (South Africa) (Proprietary) Limited	R100	R100	90.0	90.0	**	**	-	-
					2 231 175	2 113 226	(894 805)	(1 028 840)
Provisions for losses in subsidiaries					(1 095 124)	(1 095 124)	(147 696)	(147 696)
					1 136 051	**1 018 102**	**(1 042 501)**	**(1 176 536)**

** Less than R1 000

[1] A controlling interest was acquired during the year. These shares are held via JCIIF, a wholly owned subsidiary of JCI (see note 9 and 31)

[2] Incorporated in Jersey

[3] Incorporated in the United Kingdom