REINET INVESTMENTS S.C.A.

Interim Report at 30 September 2010

CONTENTS

Cautionary statement regarding forward-looking statements

This document contains forward-looking statements as that term is defined in the United States Private Securities Litigation Reform Act of 1995. Words such as 'may', 'should', 'estimate', 'project', 'plan', 'believe', 'expect', 'anticipate', 'intend', 'potential', 'goal', 'strategy', 'target', 'will', 'seek' and similar expressions may identify forward-looking statements. Such forward-looking statements are not guarantees of future performance. Actual results may differ materially from the forward-looking statements as a result of a number of risks and uncertainties, many of which are outside Reinet's control. Reinet does not undertake to update, nor does it have any obligation to provide updates or to revise, any forward-looking statements.

HIGHLIGHTS

The investment objective of Reinet is to achieve long-term capital growth.

- Net asset value at 30 September 2010: € 2 738 million, an increase of 8 per cent from 31 March 2010
- Net asset value per ordinary share at 30 September 2010: € 13.97 (31 March 2010: € 12.95)
- Continued strong performance of Reinet's investment in British American Tobacco p.l.c.
- Profit for the period: € 201 million
- New investments with funding commitments of € 127 million closed during the period

Reinet Investments S.C.A. (the 'Company') is a partnership limited by shares incorporated in the Grand Duchy of Luxembourg and having its registered office at 35, boulevard Prince Henri, L-1724 Luxembourg. It is governed by the Luxembourg law on securitisation and in this capacity allows its shareholders to participate indirectly in the portfolio of assets held by its wholly-owned subsidiary Reinet Fund S.C.A., F.I.S. ('Reinet Fund' or 'the Fund'), a specialised investment fund also incorporated in Luxembourg. The Company's shares are listed on the Luxembourg Stock Exchange and Reinet South African Depository Receipts are listed in Johannesburg. The Company's shares are included in the 'LuxX' index of the principal shares traded on the Luxembourg exchange and the South African Depository Receipts are included in the JSE 'Top 40' Share Index. The Company and the Fund together with the Fund's subsidiaries are referred to as 'Reinet'.

REPORT TO THE SHAREHOLDERS

BUSINESS OVERVIEW

DEVELOPMENTS DURING THE PERIOD UNDER REVIEW

Reinet's net asset value grew by € 201 million over the six-month period ended 30 September 2010. This largely reflects the increase in value of its principal investment, British American Tobacco p.l.c. Cash and liquid funds increased by € 28 million, as investment income was utilised to fund new investments and meet commitments in respect of existing investments. Since its creation in October 2008, Reinet has entered into funding commitments of € 403 million and has remaining commitments of € 335 million in respect of entities held in its portfolio.

CONSOLIDATED NET ASSET VALUE ('NAV')

The NAV of Reinet Investments S.C.A. at 30 September 2010 comprised:

	30 September 2010		31 March 2010	
	€ m	%	€ m	%
Listed investments				
– British American Tobacco p.l.c.	2 308	84.3	2 159	85.1
– Other	6	0.2	5	0.2
Cash and liquid funds	371	13.6	343	13.5
Unlisted investments				
– Trilantic Capital Partners funds(1)	42	1.5	29	1.1
– US land development and mortgages	26	0.9	23	0.9
– Vanterra Flex Investments fund	6	0.2	–	–
– Other investments	83	3.1	35	1.4
Fees payable and other liabilities, net of other assets	(100)	(3.7)	(55)	(2.2)
	2 742	100.1	2 539	100.0
Minority interest	(4)	(0.1)	(2)	–
	2 738	100.0	2 537	100.0

(1) This amount represents the 100 per cent investment, whereas the discussion below uses figures which represent Reinet's 80 per cent investment.

All of the underlying assets are held by Reinet Fund S.C.A., F.I.S. ('Reinet Fund' or 'the Fund').

LISTED INVESTMENT IN BRITISH AMERICAN TOBACCO P.L.C. ('BAT')

Reinet remains one of the largest shareholders in BAT, holding some 84 million shares representing 4.2 per cent of BAT's capital. At 30 September 2010, the value of the investment in BAT in the balance sheet of Reinet was € 2 308 million, being 84 per cent of Reinet's net asset value.

Reinet Fund's NAV has been positively impacted by the strengthening of the BAT share price from £ 22.72 to £ 23.75 during the period. BAT shares are listed principally on the London Stock Exchange and are denominated in pounds sterling.

Reinet received dividends from BAT during the period amounting to € 103 million (£ 88 million), being BAT's final 2009 dividend and its 2010 interim dividend.

CASH AND LIQUID FUNDS

Reinet Fund's cash is held on deposit with banks in Luxembourg and the United Kingdom. In addition, Reinet Fund has invested € 269.5 million in a euro-denominated government bond fund. This holds exclusively short-dated bonds issued by western European governments and short-term loans backed by government bonds.

UNLISTED INVESTMENTS

During the period under review, Reinet has considered several potential investment opportunities. In evaluating these opportunities, Reinet applies a minimum hurdle rate of return, recognising the performance target set by the investment in BAT.

To date, funding commitments in the amount of € 403 million have been entered into in respect of the businesses detailed below, excluding the smaller investments acquired when Reinet was established.

TRILANTIC CAPITAL PARTNERS FUNDS

Original commitment: US$ 104 million plus € 68 million

Reinet has invested both in the Trilantic management companies and as a partner in the underlying funds. As at 30 September 2010, Reinet and its 20 per cent minority partners in Trilantic had invested the equivalent of € 7.6 million in the initial Trilantic management company investment, € 2.1 million to acquire an interest in Trilantic Fund IV Europe and a further € 23.2 million in the funds under Trilantic management. The investment in Trilantic is carried at the estimated fair value of € 42 million at 30 September 2010, based on recent valuations prepared by Trilantic. Of the 30 September 2010 valuation of € 42 million, some € 8.4 million is attributable to Reinet's minority co-investors in Trilantic, being shown as € 3.6 million in respect of minority interest and € 4.8 million as liabilities in respect of funding provided by the minority partners.

At 30 September 2010, Reinet Fund had remaining commitments of € 126 million, being US$ 91 million and € 59 million to invest in these funds, after taking into account the amounts payable by the minority partners.

UNITED STATES LAND DEVELOPMENT AND MORTGAGES

Original commitment: US$ 100 million

Reinet has invested in real estate development projects and has acquired mortgage debt at distressed prices from lenders. As at 30 September 2010, Reinet invested € 26 million in property-related investments located mainly in Florida and North and South Carolina. This was principally mortgage debt in respect of land held for future development. The debts were acquired from local lenders at substantial discounts to nominal value, reflecting the depressed economic situation in the United States and the risk that the development companies may not be able to meet their obligations. Alongside its partners, Reinet is committed to invest a further € 48 million in total to acquire further mortgage debt and to fund development projects. Reinet is working closely with its partners and co-investors in the United States, who have considerable experience in managing such projects, recognising that this is an area where industry knowledge is critical to making the right investment decisions.

REPORT TO THE SHAREHOLDERS

BUSINESS OVERVIEW
CONTINUED

VANTERRA FLEX INVESTMENTS FUND
Original commitment: US$ 100 million

Reinet is a partner in both the Vanterra Flex Investments fund and in its management company. In March 2010, Reinet entered into an agreement with Vanterra Flex Investments L.P. ('Vanterra'), a newly created fund which was established for the purpose of investing in other listed and unlisted funds and direct investments in the United States and emerging markets. Vanterra will seek to construct a globally diversified private equity portfolio providing investors with long-term capital appreciation through private equity funds investments and direct investments. As at 30 September 2010, capital contributions of € 6 million had been made to the fund in respect of this commitment. Reinet is committed to invest a further € 67 million in Vanterra.

VANTERRA C CHANGE TRANSFORMATIVE ENERGY & MATERIALS I, L.P. ('VANTERRA C CHANGE TEM')
Original commitment: US$ 65 million

Reinet is a partner in both the Vanterra C Change TEM fund and in its management company. In July 2010, Reinet entered into an agreement with Vanterra C Change TEM, a newly created fund which was established for the purpose of investing in companies and projects providing products or services that supply cleaner energy, create a more cost effective building environment through the use of energy efficient technologies and sustainable materials and develop renewable resources as a substitute for fossil and other traditional fuels to meet global demand. As at 30 September 2010, no capital contributions had been made to the fund in respect of this commitment. However, in October 2010, capital contributions totalling US$ 2 million were made.

OTHER INVESTMENTS

This portfolio includes small businesses with growth potential as well as investments in specialised investment funds focused on developing markets and niche sectors. The portfolio is valued at its fair value of € 83 million in the balance sheet at 30 September 2010, based on a detailed evaluation of each of the investments.

COMMITTED FUNDS

The table below summarises Reinet's outstanding investment commitments as at 30 September 2010.

	Commitment as at 31 March 2010 € m	Change in commitments in period € m	New commitments in period € m	Funded in current period € m	Remaining commitment € m
Trilantic Capital Partners funds[1]	153	(19)	–	(8)	126
US land development and mortgages	49	–	–	(1)	48
Vanterra Flex Investments fund[2]	74	(1)	–	(6)	67
Vanterra C Change TEM	–	–	48	–	48
	276	(20)	48	(15)	289
Other investments	15	–	79	(48)	46
	291	(20)	127	(63)	335

(1) The remaining amount represents 80 per cent of the initial commitment assumed by Reinet, 10 per cent having been sold during the period and 10 per cent in the prior period. The change in the period represents the 10 per cent sold plus the effect of exchange rate fluctuations.

(2) The change in the period reflects exchange rate fluctuations.

FEES PAYABLE AND OTHER LIABILITIES, NET OF OTHER ASSETS

Fees payable and other liabilities comprise principally a provision of € 75 million in respect of the potential performance fee payable after 31 March 2011, together with the management fee payable of € 9 million, funding provided by minority partners of € 11 million and other operating expenses currently payable.

The performance fee is only payable if certain conditions are met. Specifically, the volume weighted average closing market price of the Company's share on the Luxembourg Stock Exchange over the last 20 trading days prior to 31 March 2011 must exceed € 7.1945. Whilst no performance fee is currently payable and no fee will be payable if the market price would fall below € 7.1945, it is considered prudent to make a pro rata provision at this time based on the latest available share price information.

The management fee for the period under review amounted to € 11 million, of which € 9 million remained payable at 30 September 2010.

REPORT TO THE SHAREHOLDERS

BUSINESS OVERVIEW
CONTINUED

SUMMARISED CONSOLIDATED INCOME STATEMENT

	30 September 2010 € m	30 September 2009 € m
BAT dividends received	103	84
Interest income	–	1
Operating expenses, foreign exchange and transaction-related costs	(15)	(11)
	88	74
Share of associate's results	(2)	–
Unrealised fair value adjustments		
– BAT	149	337
– Other investments	2	(5)
Provision for performance fee	(35)	–
Minority interest	(1)	–
Profit attributable to the shareholders of the Company	201	406

Operating expenses include € 11 million in respect of the management fee for the period ended 30 September 2010.

The investment in BAT increased in value by € 149 million during the period under review. Of this, € 98 million was attributable to the increase in value of the underlying BAT shares in sterling terms and € 51 million arose due to the appreciation of sterling against the euro over the course of the period.

A performance fee may become payable after 31 March 2011, if certain conditions are met. As detailed above, a further provision of € 35 million has been made during the period under review.

The minority interest arises in respect of third-party interests which hold 20 per cent of the Reinet vehicle which owns the Trilantic interests and other third-party interests in respect of 20 per cent of the investments in US land developments and mortgages, as described above.

Profit attributable to shareholders for the period amounted to € 201 million.

APPROVAL

Reinet Investments Manager S.A. (the 'General Partner') confirms that, to the best of its knowledge:

1. The unaudited interim consolidated financial statements have been prepared in accordance with IFRS as adopted by the European Union and give a true and fair view of the consolidated assets, liabilities, financial position and profit of the Company and its subsidiaries taken as a whole;

2. This report includes a fair review of the development and performance of the business and position of the Company and its subsidiaries taken as a whole.

The unaudited interim consolidated financial statements for the six-month period ended 30 September 2010 on pages 8 to 19 of this interim report were approved by the Board of the General Partner and signed on its behalf by Joachim Schwenke and Alan Grieve, directors of the General Partner.

Reinet Investments Manager S.A.
General Partner

11 November 2010

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 SEPTEMBER 2010

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEET

	Note	30 September 2010 € m	31 March 2010 € m
ASSETS			
Non-current assets			
Financial assets held at fair value through profit and loss	5	2 471	2 251
		2 471	2 251
Current assets			
Financial assets held at fair value through profit and loss	5	270	200
Cash and cash equivalents		101	143
		371	343
Total assets		2 842	2 594
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		220	220
Share premium		770	770
Non-distributable reserve		22	22
Cumulative translation adjustment reserve		(203)	(203)
Retained earnings		1 929	1 728
		2 738	2 537
Minority interest		4	2
Total equity		2 742	2 539
Liabilities			
Non-current liabilities			
Funding from minority partners	6	11	1
		11	1
Current liabilities			
Trade and other payables		11	11
Accruals and provisions	7	78	43
		89	54
Total liabilities		100	55
Total equity and liabilities		2 842	2 594

The notes on pages 12 to 19 are an integral part of these interim consolidated financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Six-month period ended 30 September 2010 € m	30 September 2009 € m
Income			
Dividend and investment income	*8*	102	84
Interest income	*8*	–	1
Net change in the fair value of financial assets and financial liabilities at fair value through profit and loss	*5*	151	332
Total income		253	417
Expenses			
Provision for performance fee	*7*	35	–
Management fee	*9*	11	8
Custodian, secretarial and administration fees		3	2
Share of results of associated undertakings		2	–
Other operating expenses		–	1
Total expenses		51	11
Profit for the period		202	406
Other comprehensive income			
Currency translation adjustment		–	2
Total comprehensive income		202	408
Attributable to:			
– owners of the parent		201	408
– minority interest		1	–
Total comprehensive income		202	408
Profit for the period		202	406
Attributable to:			
– owners of the parent		201	406
– minority interest		1	–
		202	406
Earnings per share from profit for the period			
– basic and diluted	*10*	€ 1.02	€ 2.08

The notes on pages 12 to 19 are an integral part of these interim consolidated financial statements.

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to equity holders						
	Equity holders' capital € m	Non-distributable reserve € m	Cumulative translation adjustment reserve € m	Retained earnings € m	Total € m	Minority interest € m	Total equity € m
Balance at 31 March 2009	990	793	(203)	266	1 846	–	1 846
Currency translation	–	–	2	–	2	–	2
Transfer from non-distributable reserve	–	(771)	–	771	–	–	–
Profit attributable to the shareholders	–	–	–	406	406	–	406
Balance at 30 September 2009 – unaudited	990	22	(201)	1 443	2 254	–	2 254
Currency translation	–	–	(2)	–	(2)	–	(2)
Minority interest arising on sale of 10% of a subsidiary	–	–	–	–	–	1	1
Profit attributable to the shareholders	–	–	–	285	285	1	286
Balance at 31 March 2010	**990**	**22**	**(203)**	**1 728**	**2 537**	**2**	**2 539**
Minority interest arising on sale of 10% of a subsidiary	**–**	**–**	**–**	**–**	**–**	**1**	**1**
Profit attributable to the shareholders	**–**	**–**	**–**	**201**	**201**	**1**	**202**
Balance at 30 September 2010 – unaudited	**990**	**22**	**(203)**	**1 929**	**2 738**	**4**	**2 742**

The notes on pages 12 to 19 are an integral part of these interim consolidated financial statements.

CONSOLIDATED CASH FLOW STATEMENT

		Six-month period ended	
	Note	**30 September 2010 € m**	30 September 2009 € m
Cash flows from operating activities and investing activities			
Purchase of non-current financial assets		(74)	(20)
Purchase of current financial assets		(70)	–
Proceeds from sale of financial assets		5	–
Dividends and investment income received	*8*	103	84
Interest received	*8*	–	1
Operating expenses paid		(16)	(3)
Net cash (used in)/from operating activities		(52)	62
Cash flows from financing activities			
Funds provided by minority partners		10	–
Net cash from financing activities		10	–
Net (decrease)/increase in cash and cash equivalents		(42)	62
Cash and cash equivalents at beginning of the period		143	231
Cash and cash equivalents at end of the period		101	293

The notes on pages 12 to 19 are an integral part of these interim consolidated financial statements.

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Reinet Investments S.C.A. (the 'Company') is established in Luxembourg as a partnership limited by shares *(société en commandite par actions)* and is governed by the Luxembourg law on Securitisation. The registered office is at 35, boulevard Prince Henri, Luxembourg.

The Company is managed by Reinet Investments Manager S.A. (the 'General Partner'), a limited liability company established in Luxembourg, which also owns 1 000 management shares in the Company. The General Partner has unlimited liability for any obligations of the Company that cannot be met from the assets of the Company. The registered office is at 35, boulevard Prince Henri, Luxembourg.

The Company owns the entire ordinary share capital of Reinet Fund S.C.A., F.I.S. ('Reinet Fund' or 'the Fund'), a specialised investment fund established as a partnership limited by shares *(société en commandite par actions)* under the laws of Luxembourg. The Company's role is to permit its shareholders to participate in the Fund.

Reinet Fund is managed by Reinet Fund Manager S.A. (the 'Fund Manager'), a limited liability company established in Luxembourg, which also owns 1 000 management shares in the Fund. The Fund Manager is the general partner in the Fund, with unlimited liability. The address of its registered office is 35, boulevard Prince Henri, Luxembourg.

Reinet Fund's objective is to generate significant long-term capital growth. It aims to achieve this objective by investing over time in a diversified portfolio of securities. The Fund may also seek partners with whom it may co-invest. The Fund is advised by Reinet Investment Advisors Limited (the 'Investment Advisor') under the terms of the Investment Advisory Agreement.

The Company and Reinet Fund together with the Fund's subsidiaries are referred to as 'Reinet'.

These interim consolidated financial statements have been approved by the Board of Overseers on 8 November 2010 and by the Board of Directors of the General Partner on 11 November 2010.

2. BASIS OF PREPARATION

These interim consolidated financial statements have not been audited.

This interim financial information for the half year ended 30 September 2010 has been prepared in accordance with IAS 34, *Interim Financial Reporting*. The interim financial report should be read in conjunction with the annual consolidated financial statements for the year ended 31 March 2010, which have been prepared in accordance with IFRS as adopted by the European Union.

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current period.

3. ACCOUNTING POLICIES

The accounting policies adopted are consistent with those described in the annual consolidated financial statements for the year ended 31 March 2010.

There are currently no new standards, amendments to standards or interpretations which are mandatory for the financial year beginning 1 April 2010 that will have a material effect on Reinet's financial position.

4. SEGMENT INFORMATION

Segment reporting is prepared at the level of the Fund.

The Fund Manager makes the strategic resource allocations on behalf of the Fund.

The Fund considers its investment portfolio as three distinct segments, i.e. listed investments, unlisted investments and cash and liquid funds.

Returns on these investments consist of realised gains and losses, unrealised gains and losses, dividend income, carried interest and interest income.

Asset allocation between the segments is as follows:

	30 September 2010 € m	31 March 2010 € m
Segment		
Listed investments		
– BAT	2 308	2 159
– Other	6	5
Cash and liquid funds	371	343
Unlisted investments	157	87
	2 842	2 594

All assets other than cash and liquid funds are held at fair value through profit and loss.

There were no transactions between reportable segments other than payment of cash to acquire new investments and receipt of sales proceeds for existing investments.

A reconciliation of reportable segments' assets to total assets is as follows:

	30 September 2010 € m	31 March 2010 € m
Total segment assets	2 842	2 594
Other assets	–	–
Total assets	2 842	2 594

Income per segment is as follows:

	30 September 2010 € m	30 September 2009 € m
Listed investments	252	421
Cash and liquid funds	–	1
Unlisted investments	1	(5)
Total income	253	417

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
CONTINUED

5. FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT AND LOSS

	30 September 2010 € m	31 March 2010 € m
Financial assets held at fair value through profit and loss – non-current		
Listed investments	2 314	2 164
Unlisted investments	157	87
Total financial assets held at fair value through profit and loss – non-current	2 471	2 251
Financial assets held at fair value through profit and loss – current		
Investment in euro-denominated government bond fund	270	200
Total financial assets at fair value through profit and loss	2 741	2 451

	30 September 2010 € m	30 September 2009 € m
Net changes in fair value of financial assets at fair value through profit and loss		
Realised	–	–
Unrealised	151	332
Total gains	151	332

The increase in listed investments is due to an unrealised gain of € 150 million in the period.

The increase in unlisted investments is due to additional investments of some € 69 million together with a net unrealised gain of € 1 million over the period.

The investment in the euro-denominated government bond fund increased by € 70 million in the period due to an additional investment.

The portfolio of the euro-denominated government bond fund as at 30 September 2010 and 31 March 2010 consisted of short-term (i.e. with maturities of less than one year) euro-denominated fixed and floating rate debt securities issued by Western European governments and repurchase agreements which are fully collateralised by euro-denominated securities issued by the issuers described above with no maturity constraints. This is to ensure liquidity on demand as the shares in the fund are callable on a daily basis. Distributions from this fund are included in dividend income. These instruments carry very low risk and provide daily liquidity. These investments are considered to be equity instruments categorised as financial assets at fair value through profit and loss. The value of the investment corresponds to the net asset value of the instruments held by the fund as it is the best indicator of the fair value at the balance sheet date.

6. FUNDING FROM MINORITY PARTNERS
Where Reinet Fund owns 80 per cent of certain subsidiary companies, minority partners provide 20 per cent of the funding required in respect of the underlying investments. This funding is interest free and only repayable on realisation of the investments.

7. ACCRUALS AND PROVISIONS

	30 September 2010 € m	31 March 2010 € m
Accruals	3	3
Provision for performance fee	75	40
	78	43

As detailed in note 11, Reinet Fund may, if certain conditions are met, be liable to pay a performance fee to the Investment Advisor in respect of the first Performance Measurement Period* ending on 31 March 2011. The level of any performance fee payable will be determined by reference to the volume weighted average closing price of the Reinet Investments S.C.A. share on the Luxembourg Stock Exchange over the last 20 trading days prior to 31 March 2011, compared to the Initial Price* of € 7.1945.

The level of any performance fee payable currently cannot be determined exactly and no fee will be payable if the volume weighted average price in March 2011 would be below the Initial Price.

The performance fee is payable together with the management fee in terms of the Investment Advisory Agreement which compensates the Investment Advisor for the provision of services which include identifying potential investment opportunities, identifying potential disposals, monitoring investee companies and various other ancillary services.

The recognition and measurement of this liability are described in the critical accounting estimates outlined in note 5.1, of the annual consolidated financial statements for the year ended 31 March 2010. The first Performance Measurement Period is from 22 December 2008 to 31 March 2011.

The liability being recognised is the amount that the Company is liable to pay as a result of the Investment Advisory Agreement for services rendered by the Investment Advisor and accordingly, the amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at 30 September 2010. The Board of the General Partner considers that only a portion of the total is an expected outflow as a liability at the reporting date (time weighted amount) and, therefore, a provision of € 75 million is considered as the best estimate of the present obligation.

* as defined in the Reinet Prospectus, published on 10 October 2008.

8. DIVIDEND AND INVESTMENT INCOME

	30 September 2010 € m	30 September 2009 € m
Dividend and other investment income	103	84
Foreign exchange	(1)	–
	102	84
Interest income arising from cash and cash equivalents	–	1
	102	85

During the period ended 30 September 2010, Reinet Fund received a final dividend in respect of the 2009 financial year of € 70.5 million (£ 60.4 million) and an interim dividend for 2010 of € 32.4 million (£ 28.0 million) from BAT.

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
CONTINUED

9. MANAGEMENT FEE, ADMINISTRATION FEE AND REIMBURSEMENT OF EXPENSES

The Company is managed by its General Partner. The Company reimburses the General Partner for its expenses incurred in the ordinary course of business, including but not limited to the remuneration of its staff, taxes, rentals, directors' fees and any other disbursements and pays an annual administration fee equal to 10 per cent of such expenses.

During the period ended 30 September 2010, the Company paid € 0.4 million (2009: € 0.5 million) to the General Partner in respect of the costs that it had incurred and the related administration fee.

The Company's wholly-owned subsidiary, Reinet Fund, is managed by the Fund Manager. Reinet Fund reimburses the Fund Manager for its expenses incurred in the ordinary course of business, including but not limited to the remuneration of its staff, taxes, rentals, directors' fees and any other disbursements. Any such amounts payable to the Fund Manager are deductible from any management fees payable to the Investment Advisor in respect of any accounting period.

The management fee is payable to the Investment Advisor at a rate of 1 per cent per annum on the NAV of the Fund, excluding cash and interests in funds managed by third parties. It is calculated semi-annually based on the closing NAV at the end of the previous six-month period.

The management fee in respect of cash is calculated at a rate of one-quarter of 1 per cent per annum.

No management fee is payable in respect of funds managed by third parties except where the fee payable to the third party has been negotiated to a level below 1 per cent per annum and below the level payable by other investors in a fund. In such circumstances, the difference between the fee payable to the third-party manager and 1 per cent is payable to the Investment Advisor.

Investments as a limited partner in funds under the management of a management company in which Reinet is an investor are not treated as being managed by third parties; the management fee is payable at 1 per cent per annum to the Investment Advisor. However, such a fee payable to the Investment Advisor is reduced by any management fee paid by the Fund to the management company, net of income received by Reinet on its investment in the management company in terms of its share of the management fees earned by (but not carried interest attributable to) the management company.

MANAGEMENT FEE	30 September 2010 € m	30 September 2009 € m
Investment Advisor	9.4	4.9
Fund Manager	1.6	2.9
Total management fee	11.0	7.8

10. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period attributable to owners of the parent by the weighted average number of shares in issue during the period.

	Realised € m	Unrealised € m	30 September 2010 € m	30 September 2009 € m
Profit for the period	85	116	201	406
Weighted average number of ordinary shares in issue (millions of shares)	195.9	195.9	195.9	195.9
Earnings per share from profit for the period – basic and diluted (€ per share)	€ 0.43	€ 0.59	€ 1.02	€ 2.08

The Company has not issued any shares or other instruments that are considered to have dilutive potential. There were no movements in the period ended 30 September 2010.

The presentation of headline earnings per share, as an alternative measure of earnings per share, is mandated under the JSE Listing Requirements. It is calculated in accordance with Circular 8/2007 'Headline Earnings', as issued by the South African Institute of Chartered Accountants.

No adjustments were required in calculating headline earnings per share for the period.

	30 September 2010	30 September 2009
Unadjusted earnings per share	€ 1.02	€ 2.08
Adjustments	–	–
Headline earnings per share	€ 1.02	€ 2.08

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
CONTINUED

11. RELATED-PARTY TRANSACTIONS

Reinet has a number of relationships and transactions with related parties, as defined by IAS 24, *Related-party transactions*, all of which are undertaken in the normal course of business.

Parties identified as related parties are:

FORMER PARENT COMPANY – COMPAGNIE FINANCIÈRE RICHEMONT S.A. ('CFR SA')

Although the management of Reinet is quite distinct from Richemont, a number of executives who have management responsibilities for Reinet continue to have executive roles in, and are employed by, Richemont. CFR SA is not responsible in any way for the services provided by the executives concerned to Reinet. Up until 31 March 2010, CFR SA charged an applicable share of the cost of the executives to the General Partner and the Fund Manager, and hence indirectly to the Company and the Fund. Effective 1 April 2010, separate contracts of employment have been established for these executives. The employment costs are borne by the General Partner and the Fund Manager and hence indirectly by the Company and the Fund.

SIGNIFICANT SHAREHOLDERS

Mr Johann Rupert, Chairman of the General Partner and the Fund Manager is a trustee of the Anton Rupert Trust.

Details of shareholdings by the Anton Rupert Trust and parties affiliated with it, including Mr Johann Rupert in his personal capacity, were provided in the Reinet Annual Report 2010. There have been no changes during the period under review.

On 6 May 2010, the Public Investment Corporation ('PIC'), a South African investment manager, notified the Company that it held 15.06 per cent of the shares and voting rights in the Company.

MANAGEMENT AND ADVISORY COMPANIES

The Company is a partnership limited by shares ('société en commandite par actions') which is managed by the General Partner. As detailed in note 9, the Company reimburses expenses incurred by the General Partner together with an annual administration fee equal to 10 per cent of such expenses

The Company's wholly-owned subsidiary, Reinet Fund, is managed by the Fund Manager. As set out in note 9, Reinet Fund reimburses those expenses incurred by the Fund Manager. Amounts reimbursed to the Fund Manager are deducted from any management fees payable to the Investment Advisor by the Fund.

Under the terms of the Investment Advisory Agreement dated 9 October 2008 and the amendment dated 24 May 2010 between the Fund and the Investment Advisor, the Fund pays both management fees and performance fees to the Investment Advisor.

The management fee is payable at a rate of 1 per cent per annum of the NAV of the Fund which is attributable to the consolidated assets of the Fund excluding cash and interests in funds managed by third parties. The management fee in respect of cash is calculated at a rate of one-quarter of 1 per cent per annum. No management fee is payable in respect of interests in funds managed by third parties.

11. RELATED-PARTY TRANSACTIONS (CONTINUED)

The performance fee in any period is to be calculated as 10 per cent of the Cumulative Total Shareholder Return at the end of the Performance Measurement Period (both terms being defined in the Reinet Prospectus, published on 10 October 2008), adjusted for all dividends and returns of capital to Reinet shareholders, less the sum of all performance fees paid in previous Performance Measurement Periods. The Cumulative Total Shareholder Return will be the difference between the volume weighted average closing price of the Reinet share on the Luxembourg Stock Exchange over the last 20 trading days of each financial year of the Company less the Initial Price, calculated as the volume weighted average market price of the share on the Luxembourg Stock Exchange over the first 60 trading days following the third day after the conclusion of the rights issue in December 2008. The Initial Price calculated over the trading period from 22 December 2008 to 19 March 2009, is € 7.1945. The first performance fee is payable, if due, on 31 March 2011. No fee will be payable if the volume weighted average market price in March 2011 would be below the Initial Price.

A provision of € 35 million has been made in the period ended 30 September 2010 in addition to the provision of € 40 million at 31 March 2010 resulting in a total provision of € 75 million as shown in note 7.

The General Partner, the Fund Manager and the Investment Advisor are controlled by Rupert family interests.

OTHER RELATED PARTIES

Reinet has also identified Remgro Limited, a public company incorporated in South Africa, as a related party.

No fees were charged or paid to significant shareholders or to Remgro Limited during the period and no balances were outstanding with these parties at 30 September 2010.

12. CAPITAL COMMITMENTS

At 30 September 2010, Reinet had committed to invest a further € 335 million (31 March 2010: € 291 million) in unlisted investments.

13. SUBSEQUENT EVENTS

There have been no events subsequent to 30 September 2010 which would have any material impact on these interim consolidated financial statements.

EXCHANGE RATES AND SHARE INFORMATION

EXCHANGE RATES AGAINST THE EURO

	Six months to 30 September 2010	Six months to 30 September 2009
Average for the period		
pound sterling	**0.8431**	0.8753
U.S. dollar	**1.2829**	1.3967
Swiss franc	**1.3708**	1.5164
South African rand	**9.5222**	11.3238

	As at 30 September 2010	As at 31 March 2010
Closing – as at the end of the period		
pound sterling	**0.8675**	0.8869
U.S. dollar	**1.3633**	1.3511
Swiss franc	**1.3392**	1.4238
South African rand	**9.5070**	9.8399

SHARE INFORMATION

Reinet Investments S.C.A. shares are listed on the Luxembourg Stock Exchange with the ISIN number LU0383812293. Thomson Reuters code REIT.LU and Bloomberg code REIN.LX.

Reinet Investments S.C.A. South African Depository Receipts are traded on the stock exchange in Johannesburg under the ISIN number CH 0045793657. Thomson Reuters code REIJ.J and Bloomberg code REI.SJ.

As at 30 September 2010 and 31 March 2010 there were 195 942 286 shares in issue.

STATUTORY INFORMATION

REGISTERED OFFICE
REINET INVESTMENTS S.C.A.
35, boulevard Prince Henri
L-1724 Luxembourg
Grand Duchy of Luxembourg
Telephone: +352 22 42 10

REGISTERED NUMBER
Reinet Investments, Société en commandite par actions
Registre de commerce et des sociétés, Luxembourg B 16.576

GENERAL PARTNER
REINET INVESTMENTS MANAGER S.A.
35, boulevard Prince Henri
L-1724 Luxembourg
Grand Duchy of Luxembourg
Telephone: +352 22 42 10

CUSTODIAN
BANQUE DE LUXEMBOURG S.A.
14, boulevard Royal
L-2449 Luxembourg
Grand Duchy of Luxembourg

REGISTRAR AND PAYING AGENT
EUROPEAN FUND ADMINISTRATION S.A.
2, rue d'Alsace
P.O. Box 1725
L-1017 Luxembourg
Grand Duchy of Luxembourg

INDEPENDENT AUDITOR
PRICEWATERHOUSECOOPERS S.À R.L.
400, route d'Esch
B.P. 1443
L-1014 Luxembourg
Grand Duchy of Luxembourg

FURTHER INFORMATION
Internet site: www.reinet.com

Email: info@reinet.com

Designed and produced by Corporate Edge www.corporateedge.com

Printed in South Africa by Shumani Printers (Pty) Ltd.

The text paper in this report is Sappi Triple Green Silk. 60% of the pulp used in the production of this paper is sugar cane fibre, which is the material remaining after raw sugar has been extracted from sugar cane. The bleaching process is elemental chlorine-free. The remaining pulp used in the production process comprises wood fibre obtained from sustainable and internationally-certified forests, using independently-audited Chains of Custody.

ISBN 978-99959-633-3-0