

The Board of Directors of PROVEN Investments Limited (“PIL”) is pleased to report our unaudited financial results for the seven months ended September 30, 2010. These results include the results of our recently acquired subsidiary PROVEN Wealth Limited (“PWL”) (formerly Guardian Asset Management Jamaica Limited) for the month of September. For the seven month period, consolidated net income amounted to US\$5.55 million, translating to earnings per share of 2.44¢ and a return on average equity of 38%.

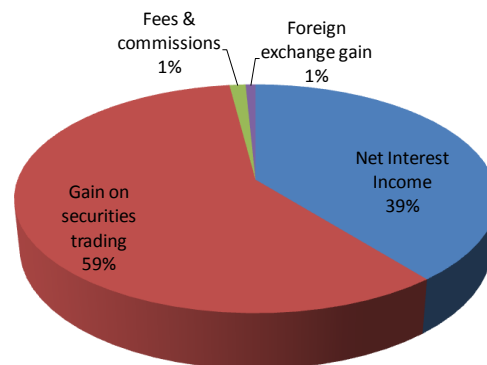
#### **SEVEN MONTHS ENDED SEPTEMBER 2010 HIGHLIGHTS**

- Net Income – US\$5.55 million
- Earnings Per Share – 2.44¢
- Total Assets – US\$174.5 million
- Return on Average Equity – 38%
- Efficiency Ratio – 23.8%
- Net Book Value per share – 12.53¢
- Proposed Dividend of US\$800,000 or 0.27¢ per share

#### **NET REVENUE**

Consolidated net revenue for the seven month period amounted to US\$2.65 million. Net Interest Income comprised 40% of this figure or US\$1.04 million, while Securities trading gains from the PIL proprietary portfolio, as well as PWL, registered US\$1.56 million for the seven month period, contributing 59% to net revenue. Fees and commission income and foreign exchange gains registered US\$33,565 and US\$20,610 respectively.

**Net Revenue Breakdown for the Seven months ended September 30, 2010**



#### **OPERATING EXPENSES**

Operating expenses for the seven month period amounted to US\$630,477, representing an efficiency ratio of 23.8%, underscoring our commitment to maintaining a very efficient cost structure. This figure includes one-time expenses from the acquisition and Rights Issue during the month.

#### **NET PROFIT**

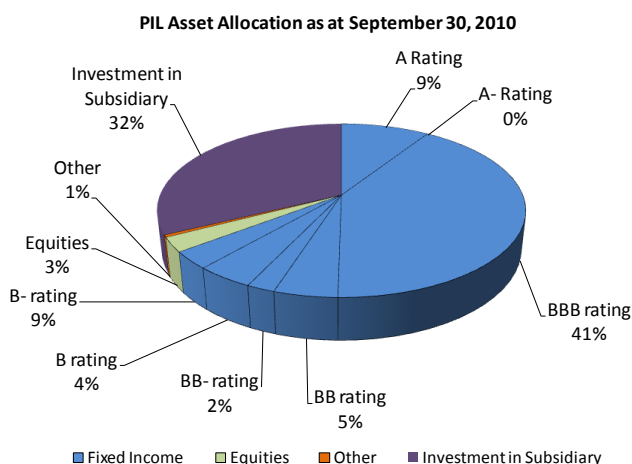
After taking into consideration the one-off gain from the purchase of PROVEN Wealth Limited of US\$3.8 million, net profit after tax amounted to US\$5.55 million. This translates to a return on average equity of 38%. If this one-off gain was excluded from the results, the return on average equity would have been 14%.

**BALANCE SHEET**

Total Consolidated Assets as at September 30, 2010 stood at US\$174.5 million, with PROVEN Wealth Limited contributing US\$139 million to this figure. These assets were funded mainly by client liabilities in the form of Repurchase Agreements with PWL, which had a balance of US\$111 million at the end of the quarter.

During the quarter we successfully implemented our strategy of deleveraging the Balance Sheet of PROVEN Wealth Limited and reducing the overall exposure to GOJ by selling over US\$56 million worth of assets. The proceeds of these asset sales has been used to reduce the exposure to volatile, rate-sensitive, institutional funding, as well as being redeployed in less risky, lower duration assets. Over the coming months we will continue to execute this strategy of reducing the size of the Balance Sheet and offering portfolio management services to our valued clients.

The PIL unconsolidated assets stood at US\$51.9 million as at September 30, 2010, with 64% invested primarily in Fixed Income Instruments and 50% of the assets invested in Investment Grade instruments. The breakdown of this portfolio is shown below.



**SHAREHOLDER’S EQUITY**

Following the Rights Issue which closed in August 2010 where an additional US\$9.8 million in capital was raised, Shareholder’s Equity stood at US\$36.95 million as at September 30, 2010, corresponding to a capital to asset ratio of 21% and a book value per share of 12.53 cents.

**DIVIDEND PAYMENT**

The Board of Directors have approved a dividend payment of US\$800,000 or 0.27¢ per share to all shareholders on record as at October 31, 2010 and payable on November 14, 2010. This represents an annualized tax-free dividend yield of 6.11%.

**JSE LISTING**

In keeping with our strategy outlined in our original Prospectus, the Board of Directors have approved the submission of the application to the Jamaica Stock Exchange for the listing of the ordinary shares of PROVEN Investments Limited. We expect this process to be completed before the end of the first quarter of 2011.

**UN-AUDITED CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2010**

	Quarter ended Sept 30, 2010	7 Months ended Sept 30, 2010
	<u>US\$</u>	<u>US\$</u>
<b>INCOME</b>		
Interest Income	1,663,354	2,079,551
Interest Expense	<u>(1,016,508)</u>	<u>(1,039,520)</u>
Net Interest Income	<u>646,846</u>	<u>1,040,031</u>
<b>Other Income</b>		
Gain on securities trading	1,245,951	1,556,875
Fees & commissions	5,607	33,565
Other Income/(loss)	(4,524)	(4,524)
Foreign exchange gain	<u>18,691</u>	<u>20,610</u>
	<u>1,265,725</u>	<u>1,606,526</u>
<b>NET REVENUE</b>	1,912,571	2,646,557
<b>OPERATING EXPENSES</b>		
Administrative and general expenses	<u>(450,649)</u>	<u>(630,477)</u>
<b>OPERATING PROFIT</b>	1,461,922	2,016,080
Gain on purchase of Subsidiary	<u>3,804,400</u>	<u>3,804,400</u>
Profit before taxation	5,266,322	5,820,480
Taxation	<u>(271,233)</u>	<u>(271,233)</u>
<b>NET PROFIT (LOSS) AFTER TAXATION</b>	<u><b>4,995,089</b></u>	<u><b>5,549,247</b></u>
<b>EARNINGS PER AVERAGE STOCK UNIT (US cents)</b>	<b>1.90</b>	<b>2.44</b>

**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2010**

	Quarter ended Sept 30, 2010	7 Months ended Sept 30, 2010
	<u>US\$</u>	<u>US\$</u>
<b>NET PROFIT</b>	4,995,089	5,549,247
<b>OTHER COMPREHENSIVE INCOME</b>		
Unrealized (loss)/gain on available-for-sale investments	<u>2,400,383</u>	<u>1,800,956</u>
<b>Total Comprehensive Income</b>	<u><b>7,395,472</b></u>	<u><b>7,350,203</b></u>

**UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2010**

	<u>US\$</u>
<b>ASSETS</b>	
Cash and cash equivalents	13,624,919
Interest Receivable	12,817,461
Available for sale investments	133,823,294
Other Assets	13,863,147
Property, plant and equipment	358,807
<b>Total Assets</b>	<b><u>174,487,628</u></b>
<b>LIABILITIES</b>	
Client Liabilities	111,248,352
Interest Payable	1,334,967
Related Company	131,284
Due to other financial institutions	13,102,495
Corporation Tax Payable	1,190,033
Loan	2,750,000
Other Liabilities	7,775,819
<b>Total Liabilities</b>	<b><u>137,532,950</u></b>
<b>SHAREHOLDERS' EQUITY</b>	
Share Capital	29,660,338
Investment Revaluation Reserve	1,800,956
Retained Earnings	5,493,384
	<u>36,954,678</u>
<b>Total Shareholder's Equity &amp; Liabilities</b>	<b><u>174,487,628</u></b>

**UN-AUDITED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**SEPTEMBER 30, 2010**

	<u>Share capital</u>	<u>Rights Issue</u>	<u>Fair value reserves</u>	<u>Retained earnings</u>	<u>Total</u>
	<u>US\$</u>	<u>US\$</u>	<u>US\$</u>	<u>US\$</u>	<u>US\$</u>
Proceeds from issue of share capital	19,878,065	9,782,273			29,660,338
Total Comprehensive Income for the period			1,800,956	5,549,247	7,350,203
Preference share dividend*				(55,863)	(55,863)
<b>Balance at September 30, 2010</b>	<b><u>19,878,065</u></b>	<b><u>9,782,273</u></b>	<b><u>1,800,956</u></b>	<b><u>5,493,384</u></b>	<b><u>36,954,678</u></b>

\* A Preference Share dividend in the amount of \$1,148,072 has been declared for the quarter ended September 30, 2010.