

Shareholders' Circular

Cave Shepherd & Co. Limited

Company No. 21716

August 14, 2007

Change of Financial Year End Date

Shareholders are advised that the Board of Directors of Cave Shepherd & Co. Limited have agreed to change the fiscal year end of the company from September 30th to December 31st, subject to regulatory approval. As a result of the change, it should be noted that this year, the company will have a fifteen month financial year ending December 31st, 2007.

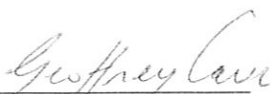
During 2006, Cave Shepherd's major associated company, Duty Free Caribbean (Holdings) Ltd., changed its year end from September 30th to December 31st to coincide with that of its majority shareholder, Dufry International AG. Cave Shepherd at that time maintained its year end at September 30th, however due to the time span between the Duty Free Caribbean year end (December) and the Cave Shepherd year end (September) which is effectively 9 months, we were advised by our Auditors, PricewaterhouseCoopers, to consider changing the fiscal year end in order to comply with Accounting Standards as well as to coincide it with that of the Company's major associated company. The change of year end does not affect the year end of Cave Shepherd's other associated companies which are all within three months of the new December year end. The Board has therefore deemed the change to be in the best interest of the company.

Annual Report & Annual General Meeting

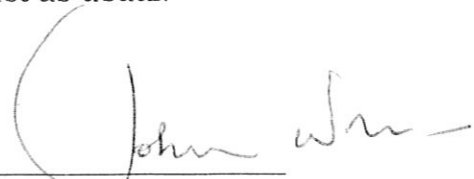
Shareholders are asked to note that the change in fiscal year end will affect future dates that Annual Reports are prepared and dispatched to shareholders and also future dates of Annual General Meetings. The Annual General Meeting will be held no later than April 30th and Shareholders can expect to receive the Annual Report at least 21 days prior to the date of the Annual General Meeting.

Dividend Payments

The change of fiscal year end will not affect the annual payments of dividends which will be maintained at February and August as usual.



R. Geoffrey Cave
Chairman



John M. B. Williams
Chief Executive Officer