

CIEL TEXTILE AND ITS SUBSIDIARIES  
UNAUDITED ABRIDGED FINANCIAL STATEMENTS FOR HALF YEAR TO DECEMBER 31, 2007

**ABRIDGED BALANCE SHEETS**

	THE GROUP		THE COMPANY	
	As at Dec 31, 2007 UNAUDITED Rs'000	As at Jun 30, 2007 AUDITED Rs'000	As at Dec 31, 2007 UNAUDITED Rs'000	As at Jun 30, 2007 AUDITED Rs'000
<b>ASSETS EMPLOYED</b>				
<b>Non Current Assets</b>				
Property, plant and equipment	2,046,543	2,036,375	1,19,965	122,514
Investments and Others	189,030	177,855	1,122,059	1,122,062
	<b>2,235,573</b>	<b>2,214,230</b>	<b>1,242,024</b>	<b>1,244,576</b>
<b>Current Assets</b>	<b>3,426,772</b>	<b>3,628,915</b>	<b>367,598</b>	<b>453,489</b>
	<b>5,662,345</b>	<b>5,843,145</b>	<b>1,609,622</b>	<b>1,698,065</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and Reserves</b>				
Share Capital	685,865	685,865	685,865	685,865
Reserves	1,498,371	1,450,021	110,839	109,821
Shareholders' Interests	2,184,236	2,135,886	796,704	795,686
Minority Interests	77,473	78,531	-	-
Redeemable Preference Share Capital	448,937	448,937	-	-
	<b>2,710,646</b>	<b>2,663,354</b>	<b>796,704</b>	<b>795,686</b>
<b>Non Current Liabilities</b>	<b>531,853</b>	<b>667,157</b>	<b>178,161</b>	<b>263,276</b>
<b>Current Liabilities</b>	<b>2,419,846</b>	<b>2,512,634</b>	<b>634,757</b>	<b>639,103</b>
	<b>5,662,345</b>	<b>5,843,145</b>	<b>1,609,622</b>	<b>1,698,065</b>

**STATEMENT OF CHANGES IN EQUITY**

	THE GROUP					
	Share Capital Rs'000	Reserves Rs'000	Sub Total Rs'000	Minority Interest Rs'000	Redeemable Preference Share Capital Rs'000	Total Rs'000
At July 01, 2007	685,865	1,450,021	2,135,886	78,531	448,937	2,663,354
Profit for the period	-	104,344	104,344	-	-	104,344
Movements for the period	-	-	-	(1,058)	-	(1,058)
Dividends paid	-	(55,994)	(55,994)	-	-	(55,994)
<b>At December 31, 2007</b>	<b>685,865</b>	<b>1,498,371</b>	<b>2,184,236</b>	<b>77,473</b>	<b>448,937</b>	<b>2,710,646</b>
At July 01, 2006	685,865	990,872	1,676,737	75,538	447,908	2,200,183
Issue of Preference Shares	-	-	-	-	1,029	1,029
Profit for the period	-	280,839	280,839	-	-	280,839
Movements for the period	-	-	-	7,377	-	7,377
Dividends paid	-	(44,796)	(44,796)	-	-	(44,796)
<b>At December 31, 2006</b>	<b>685,865</b>	<b>1,226,915</b>	<b>1,912,780</b>	<b>82,915</b>	<b>448,937</b>	<b>2,444,632</b>
	THE COMPANY					
	Share Capital Rs'000	Reserves Rs'000	Total Rs'000			
At July 01, 2007	685,865	109,820	795,685			
Profit for the period	-	57,013	57,013			
Dividends paid	-	(55,994)	(55,994)			
<b>At December 31, 2007</b>	<b>685,865</b>	<b>110,839</b>	<b>796,704</b>			
At July 01, 2006	685,865	113,008	798,873			
Profit for the period	-	45,919	45,919			
Dividends paid	-	(44,795)	(44,795)			
<b>At December 31, 2006</b>	<b>685,865</b>	<b>114,132</b>	<b>799,997</b>			

**ABRIDGED INCOME STATEMENTS**

	THE GROUP		THE COMPANY	
	6 Months ended Dec 31, 2007 UNAUDITED Rs'000	6 Months ended Dec 31, 2006 UNAUDITED Rs'000	6 Months ended Dec 31, 2007 UNAUDITED Rs'000	6 Months ended Dec 31, 2006 UNAUDITED Rs'000
<b>Turnover</b>	<b>3,406,678</b>	<b>3,513,871</b>	<b>55,994</b>	<b>44,795</b>
<b>Operating Profit</b>	<b>171,582</b>	<b>340,399</b>	<b>55,422</b>	<b>46,029</b>
Net Finance (costs)/income	(71,105)	(60,655)	1,589	(110)
Share of Profit of Associates	10,674	8,768	-	-
<b>Profit before Taxation</b>	<b>111,151</b>	<b>288,512</b>	<b>57,011</b>	<b>45,919</b>
Taxation Charge	(6,807)	(7,673)	-	-
<b>Profit for the period</b>	<b>104,344</b>	<b>280,839</b>	<b>57,011</b>	<b>45,919</b>
<b>Attributable to:-</b>				
Equity Holders of the Parent	105,442	273,462	-	-
Minority Interests	(1,078)	7,377	-	-
	<b>104,344</b>	<b>280,839</b>		
<b>Earnings per Share</b>				
Earnings attributable to Equity Holders (Rs '000)	105,422	273,462	-	-
Number of shares in issue during the year ('000)	101,808	101,808	-	-
Earnings per Share (Rs/cs)	1.04	2.69	-	-

**ABRIDGED STATEMENTS OF CASH FLOWS**

	THE GROUP		THE COMPANY	
	As at Dec 31, 2007 UNAUDITED Rs'000	As at Dec 31, 2006 UNAUDITED Rs'000	As at 31 Dec, 2007 UNAUDITED Rs'000	As at Dec 31, 2006 UNAUDITED Rs'000
Net Cash from Operating Activities	161,238	420,356	63,464	43,747
Net Cash used in Investing Activities	(121,623)	(167,179)	-	-
Net Cash used in Financing Activities	(182,635)	(87,784)	(80,588)	(77,463)
(Decrease) / Increase in Cash and Cash Equivalents	(143,020)	165,393	(17,124)	(33,716)
Opening Cash and Cash Equivalents	(360,165)	(444,326)	15,961	33,346
<b>Closing Cash and Cash Equivalents</b>	<b>(503,185)</b>	<b>(278,933)</b>	<b>(1,163)</b>	<b>(370)</b>

**Results**

Group turnover for the half year ended 31st December 2007 was Rs 3,407m compared to Rs 3,514m in the corresponding period last year, while profit after tax fell from Rs 280,8m to Rs 104,3m. The Group performance has been affected by the sudden and important appreciation of the Mauritian Rupee since November 2007, thereby affecting our margins and giving rise to foreign exchange losses from future revenues from credit sales.

**Outlook**

With significant reductions in our margins following the appreciation of the Mauritian rupee, coupled with continuously rising energy costs and tougher competition from Asia, we expect a reduced profitability compared to the Rs 177m of Profits before tax made during the second semester of the previous financial year. Under the present circumstances, Management actions are being taken to optimise operations and rebuild a reasonable level of profitability over the medium term.

**For and on behalf of the Board of Directors**  
**Ciel Corporate Services Ltd**

March 21st, 2008

Copies of the abridged financial statements are available to the public free of charge at the registered office of the Company, 12 th floor Swan Group Centre, Intendance Street, Port Louis.

The above abridged unaudited financial statements for the half year ended December 31, 2007 are in compliance with International Financial Reporting Standards (IFRS) and are issued pursuant to DEM rule 17.

The Board of Directors accepts full responsibility for the accuracy of the information contained in this communiqué.