Go Beyond

Financial Review

Audited Results for the year ended 30 June 2021

Ciel

EXECUTIVE SUMMARY

CIEL Limited returns to profitability for the year ended 30 June 2021 and reinstates dividend

Group Results – financial performance shows marked improvement

The decisive actions taken by CIEL in response to the global pandemic in early 2020 have enabled the Group to emerge stronger and leaner out of the crisis. Group revenue of MUR17.9 bn and EBITDA of MUR 2.7 bn resulted in an EBITDA margin of 15.1% for the financial year ended 30 June 2021 (2020: 14.6%), despite revenue that has not yet fully recovered to pre-pandemic levels. CIEL's profit after tax for the year stood at MUR 446M compared to losses of MUR 2,178M in the prior period.

On the operational front, the diversified portfolio has delivered improved margins in all investment sectors ("clusters"), except for Hotels & Resorts which continues to be severely affected by the net effect of lockdowns in Mauritius and international travel restrictions. The Textile and Healthcare clusters have demonstrated remarkable agility in capturing new growth opportunities brought about by the evolution of demand in their respective end markets, in Mauritius (Healthcare) and abroad (Textile/Healthcare). The Finance cluster continued its resilient performance despite a difficult operating environment. Management took the decision to split the Agro & Property cluster into two distinct operating and reporting segments. This will allow the teams to prioritise their focus and better optimise each business' contribution to CIEL Group's profit. The Property cluster results include the non-cash revaluation of land of MUR 945M for the sustainable development project at Ferney. The revaluation which led to the change in the use of the land from agricultural to bare developable land was conducted after the Group received a letter of intent from the Economic Development Board of Mauritius.

The global crisis did not stop the Group from looking to the future and continuing to work on the quality and resilience of its portfolio: it divested certain non-core assets such as the Kanuhura resort in the Maldives and the healthcare insurance business in Uganda.

Cluster Review

In 2021, the Group made progress on its journey of adapting its operating model to the global pace of change, as uncertainty endured. In parallel, it continued to revisit and reshape its asset allocation strategy and de-risk the profile of its portfolio.

- Textile: Continued and robust momentum in the Textile cluster with an outstanding performance from the Knits and Knitwear segments led to a 2.4 times increase in the cluster's EBITDA versus the prior period, further supported by favourable exchange rates despite higher raw material prices, logistics and restructuring costs. All lines of business are currently seeing an increase in demand, coming back from pre-COVID levels, following the reopening of our main markets, namely the UK, EU and USA, the renewed competitiveness of our operations and the ongoing supply chain shift away from China. The risk of new lockdowns in countries where the Textile cluster operates, particularly in India and Madagascar, continues to be on the agenda if local vaccination rates remain low. In August 2021, CIEL Textile, through its subsidiary Aquarelle, entered a strategic partnership with the SOCOTA Group (COTONA) in Madagascar for the creation of the largest woven fabric mill in the Indian Ocean region which should ensure the sustainability and competitiveness of our woven operations in the region.
- Finance: The Finance cluster continued to show resilience with a 5% increase in EBITDA on the prior period, a good performance given the high pandemic-related risk provisions under the IFRS 9 model. However specific write-offs on the loan book for our two banks have cumulatively been reduced by 65% over the prior period. The strength of the banking operations in Madagascar is reflected in the revenue increase over the last twelve months leading to excellent fourth quarter profits. The banking businesses maintained strong capital and

liquidity positions, giving management the opportunity to invest in growth and digital transformation projects despite challenging macroeconomic conditions.

- Healthcare: The utmost importance of healthcare and its effect on populations across the globe has been greatly highlighted over the last 18 months since the outbreak of the pandemic. In Mauritius, the Healthcare cluster demonstrated a strong performance on the back of increased activities at C-Care owing to the addition of more beds, and lab collection centres. Revenue picked up better than expected after the initial lockdown in March 2020. International Medical Group (IMG), the Ugandan operations, were optimised with the transfer of the insurance book in May 2021. EBITDA increased by 73%, largely due to growing demand for our healthcare services and increased bed capacity. The cluster continues to invest in new clinics and targeted projects and has a deliberate focus on further improving patient experience, expertise, and supply chain management.
- Property: Non-core Group properties will be consolidated into a property portfolio with assets under management of MUR 4.2 bn. The strategy includes converting non-core industrial properties into yielding assets as part of the new property company which will operate as a stand-alone subsidiary by June 2022 and be managed by a dedicated asset management team. The conversion of Ferney into an integrated sustainable development under a smart city scheme, a medium to long term project, will start from next calendar year. In addition, the potential use of non-developed land owned by the Group will be assessed over the coming year and could include property development. Profitability of the cluster was positively impacted by the revaluation of Ferney land.
- Hotels & Resorts: Operations continued to be impacted by the pandemic with border closures in Mauritius and subsequent low rates of travel tourism. Consequently, EBITDA was substantially reduced from prior year due to 2021 taking the full impact of the pandemic, which resulted in the destination being closed to foreign visitors for the entire financial year under review. The Hotels & Resorts cluster managed to significantly lower its cost base, bringing its fourth quarter EBITDA into positive territory for the first time since March 2020. The restructuring of operations, the divestment of Kanuhura and financial support from the Mauritius Investment Corporation (MIC), have restored cash flows and facilitated the alleviation of the debt burden. Other government support measures such as the Wage Assistance Scheme and Bank of Mauritius lines of credit, and the moratorium period on existing debt repayments with banks, were successfully negotiated. The necessary funding was therefore secured to meet short to medium term commitments. As borders reopen, trading revenues are still uncertain as sanitary protocols prevail, but management is however encouraged by the recent increase in the reservation trend.
- Agro: Significant improvement in the Agro cluster (reflecting the 20.96% stake in Alteo) over the financial year with CIEL's share of profit attributable increasing to MUR 244M (2020: loss of MUR23M). Sugar businesses in Mauritius, Tanzania and Kenya showed marked improvement on the prior period, mainly due to the strengthening of sugar operations on the back of higher production in Kenya and better sugar prices in Mauritius and Tanzania.

Outlook

On 29 September, the CIEL Board on consideration of the Group's marked improvement in its financial performance and its strong capital position, declared an interim dividend of 5 cents per share relating to the financial year ended 30 June 2021. This dividend will be exceptionally paid this year on or around 29 October 2021. Going forward CIEL will be declaring its annual dividend around the end of June.

CIEL is encouraged by the strength of its portfolio and the ongoing turnaround in most of its underlying businesses. The teams continue to optimise business operations, capital allocation and digitalisation journeys to enhance the long-term value of the Group. With its long-standing diversification and presence in the region and in South East Asia, CIEL is well positioned to benefit from the recovery in global markets, while generating net positive foreign currency income.

KEY FIGURES

GROUP CONSOLIDATED REVENUE	EBITDA[1]	GROUP PROFIT AFTER TAX	PROFIT ATTRIBUTABLE TO OWNERS OF THE PARENT	GROUP NAV PER SHARE
▼ 17.9 MUR bn	▼ 2.7 MUR bn	▲ 446 MUR M	▲ 617 MUR M	▲ 8.85 MUR
MUR 21.0bn - 30 June 2020 [2]	MUR 3.0bn - 30 June 2020 [2]	(MUR 2.2bn) - 30 June 2020 [2]	(MUR 1.7 bn) - 30 June 2020 [2]	MUR 6.69 - 30 June 2020 [2]

[1] Earnings Before Interest, Taxation, Depreciation, Amortisation, Impairment, Reorganisation costs, and Fair Value gain on investment property

[2] 30 June 2020 numbers are restated

		30-Jun-21	30-Jun-20 Restated
Group Income Statement			
Revenue	MUR 'M	17,869	20,956
Textile	MUR 'M	10,444	10,390
Finance	MUR 'M	3,782	3,462
Healthcare	MUR 'M	2,995	2,377
Property	MUR 'M	103	113
Hotels and Resorts	MUR 'M	528	4,635
Agro	MUR 'M		
CIEL*	MUR 'M	571	515
Group Elimination	MUR 'M	(554)	(536)
Earnings before Interest, Tax, Depreciation, Amortisation, Impairment charges, reorganisation costs and Fair Value gain on investment property	MUR 'M	2,697	3,053
Textile	MUR 'M	1,321	548
Finance	MUR 'M	1,349	1,289
Healthcare	MUR 'M	584	338
Property	MUR 'M	2	30
Hotels and Resorts	MUR 'M	(554)	923
Agro	MUR 'M		
CIEL*	MUR 'M	333	293
Group Elimination	MUR 'M	(338)	(368)

		30-Jun-21	30-Jun-20
Impairment charges and reorganisation costs*	**MUR 'M**	(576)	(1,378)
Textile	MUR 'M	(136)	(627)
Finance	MUR 'M	(317)	(321)
Healthcare	MUR 'M	(58)	(76)
Property	MUR 'M	(4)	-
Hotels and Resorts	MUR 'M	(58)	(354)
Agro	MUR 'M		
CIEL*	MUR 'M	(3)	-
Group Elimination	MUR 'M		

*Includes impairment of financial (IFRS 9) and non-financial (stocks, property, plant and equipment) assets together with reorganisation costs at cluster level in response to Covid-19.

		30-Jun-21	30-Jun-20
(Loss)/Profit after tax	**MUR 'M**	446	(2,178)
Textile	MUR 'M	627	(656)
Finance	MUR 'M	608	501
Healthcare	MUR 'M	296	(96)
Property	MUR 'M	913	154
Hotels and Resorts	MUR 'M	(2,145)	(1,849)
Agro	MUR 'M	244	(23)
CIEL*	MUR 'M	199	169
Group Elimination	MUR 'M	(296)	(378)

		30-Jun-21	30-Jun-20
(Loss)/Profit attributable	**MUR 'M**	617	(1,680)
Textile	MUR 'M	627	(654)
Finance	MUR 'M	118	50
Healthcare	MUR 'M	163	(49)
Property	MUR 'M	650	119
Hotels and Resorts	MUR 'M	(1,065)	(925)
Agro	MUR 'M	244	(23)
CIEL*	MUR 'M	197	169
Group Elimination	MUR 'M	(317)	(367)

Statement of Financial Position		30-Jun-21	30-Jun-20
Group total assets	MUR 'M	84,126	76,946
Total portfolio	MUR 'M	18,586	13,068
Company net asset value per share	MUR 'M	9.28	6.00

GROUP INCOME STATEMENT REVIEW

Revenue totalled MUR 17.9 bn: a significant rebound in year-on-year Q4 results (2021: MUR 4,383M and 2020: MUR 2,477M) helped alleviate the year-on-year decline of 15%. Growth in the Healthcare (+26%) and Finance (+9%) clusters further assisted in mitigating the impact of the pandemic from the Hotels & Resorts business (-89%).

Earnings before Interests, Taxation, Depreciation, Amortisation, Impairment, Reorganisation costs and Fair Value gain on investment property (EBITDA) stood at MUR 2,697M, down by 12%. The EBITDA margin increased slightly to 15.1% compared to the prior year's 14.6%, with a much improved fourth quarter compared with the low base of comparison for the fourth quarter in 2020. This demonstrates the effectiveness of the numerous cost-saving initiatives deployed throughout the Group.

Depreciation and amortisation charges decreased on account of the reclassification of assets: the transfer of MUR 54M depreciation pertaining to Kanuhura (Hotels & Resorts) and MUR 42M for the transfer of Consolidated Fabrics Limited (Textile) to discontinued activities.

Impairment charges and restructuring costs of MUR 576M is a 58% reduction from 2020's MUR 1,378M. It includes impairments of financial assets, the largest coming from the Finance cluster with IFRS9 provisions of MUR 317M, and from non-financial assets, reorganisation costs of MUR 154M at cluster level in response to COVID-19, and the balance which included provisions for obsolete stock and write-off of property, plant and equipment.

The decrease in **net finance costs** from MUR 1,439M in 2020 to MUR 1,275M in 2021 was mainly due to the restructuring of the debt, the divestment of Kanuhura and financial support from MIC at competitive rates for SUN Limited. CTL indebtedness was also reduced during the financial year.

The **share of results of associates and joint ventures** substantially increased from a negative contribution of MUR 52M to a profit of MUR 267M, largely attributable to our interest in Alteo, who had a remarkable performance in the current financial year. On the joint venture side, increased profits from Bank One from a loss of MUR 37M to a profit of MUR 67M though mitigated by the loss from our joint venture at Anahita Residences & Villas Limited of MUR 68M (2020: loss of MUR 30M).

Income tax charge decreased by MUR 109M owing to tax assets of MUR 225M recognised on losses from the hotel sector.

Loss from discontinued operations of MUR 247M resulted mainly from the reclassification of operational losses of MUR 245M following the sale of Kanuhura (Hotels & Resorts) together with reclassification of operational losses of MUR 27M from the Consolidated Fabrics operation (Textile) and operational profit of MUR 25M from our Healthcare cluster.

Profit after taxation of MUR 446M was a marked improvement on the loss of MUR 2,178M in 2020.

Profit attributable to owners increased and stood at MUR 617M (2020: Loss attributable to owners of MUR 1,680M).

CORPORATE FINANCING

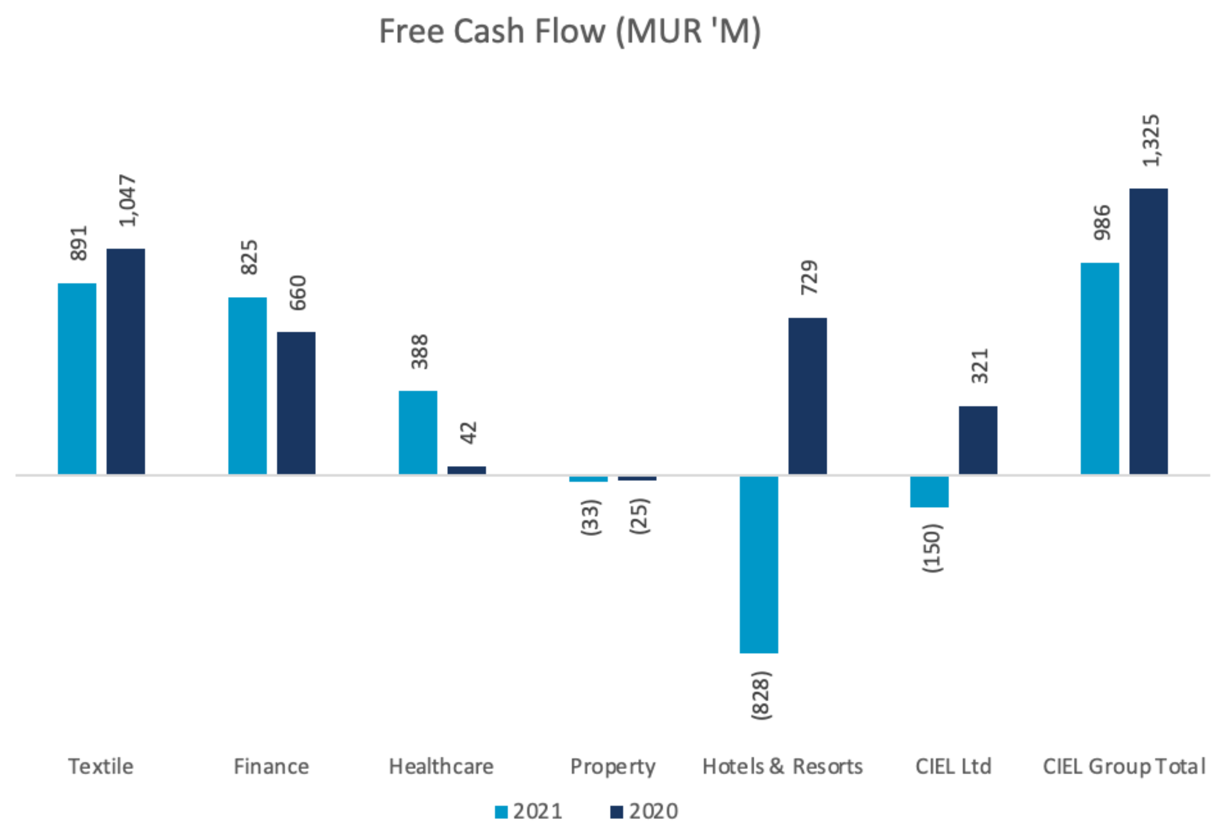
CIEL Group Hotels & Resort cluster has secured a disbursement of MUR 2.3 bn from the MIC from a total approved funding line of MUR 3.1 bn as at 30 June 2021. The additional disbursement should go towards the refinancing of the notes' repayment scheduled for SUN for the end of the 2021 calendar year.

CIEL Limited secured sufficient funds from debt capital investors for the notes issue of MUR 500M Notes to refinance:

(1) MUR 300M Notes previously issued by CIEL and maturing in June 2021; and

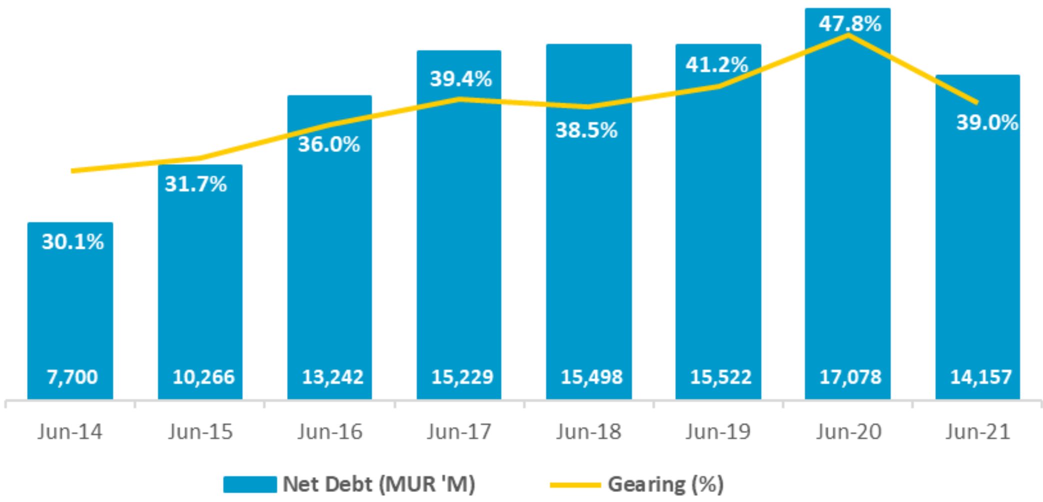
(2) MUR 200M to replenish CIEL's working capital facilities and provide for its investments in Anahita Residences and Villas Limited and CIEL Healthcare Limited.

CASH FLOW



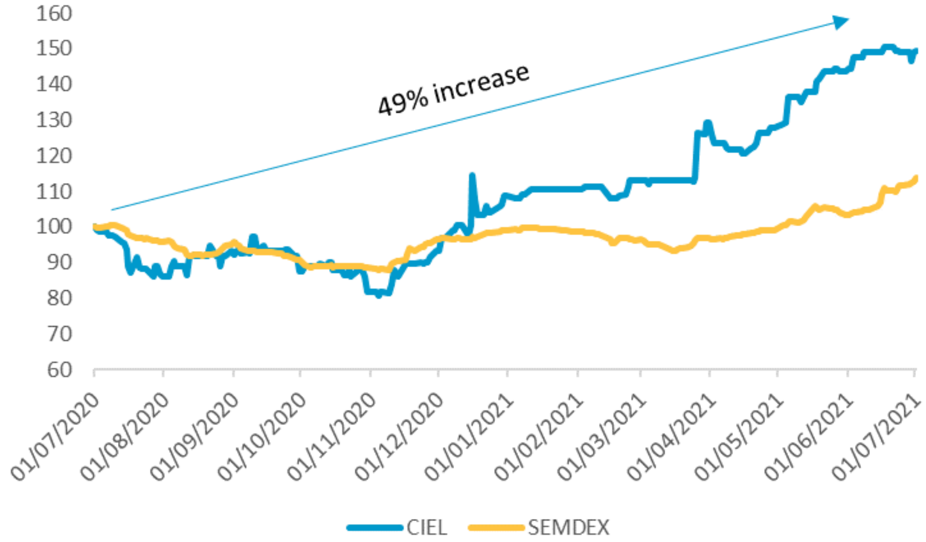
Free cash flow reduced by 26% to MUR 986M from MUR 1,325M on the prior period, due mainly to the continued absence of cash generation in the Hotels & Resorts cluster, and the increased working capital needs in the Textile cluster following its rebound. However, free cash flow improved in the Finance cluster and posted a significant increase in the Healthcare cluster.

GROUP NET DEBT AND GEARING



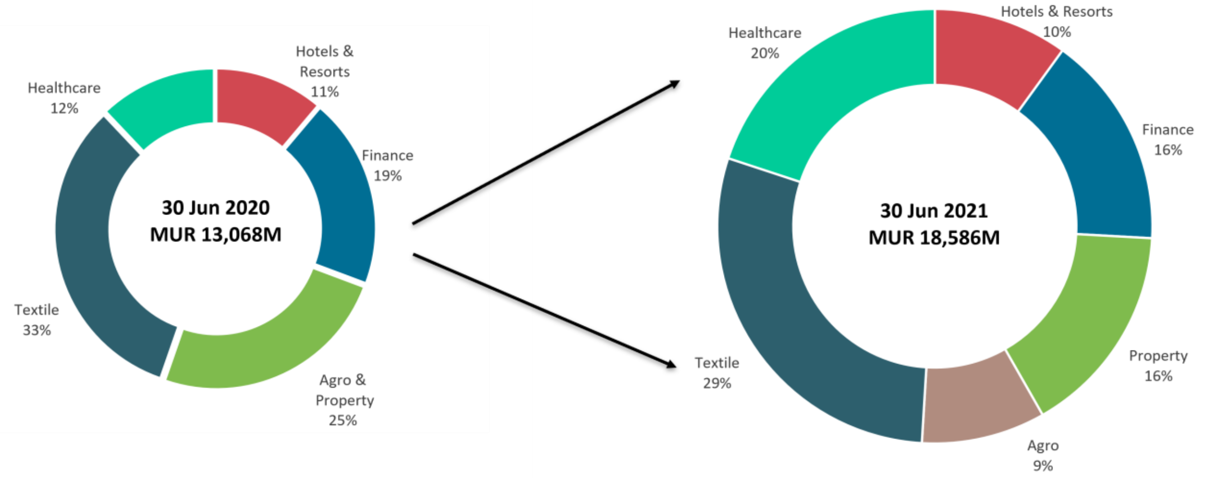
Net interest-bearing debt, half of which comes from the Hotels & Resorts cluster and is not guaranteed by the Group, was reduced to MUR 14.2 bn from MUR 17.1 bn in 2020 with a gearing ratio standing at 39% (June 2020: 48%). Funding from the Mauritius Investment Corporation (MIC) at SUN Limited level in the form of a quasi-equity instrument largely accounted for this reduction in the Group's indebtedness. As at 30 June 2021, a disbursement of MUR 2.3 bn from the MIC from a total approved funding line of MUR 3.1 bn has been received.

SHARE PRICE



CIEL shares outperformed the SEMDEX from the second half of the financial year. CIEL ended June 2021 at MUR 5.18, a 49% increase on the prior period (30 June 2020: MUR 3.48).

COMPANY INVESTMENT PORTFOLIO



- At Company level, the total portfolio value has increased by 42% due to an increase in valuation of all the underlying assets.

- The Company Net Asset Value ('NAV') per share increased by 55% and stood at MUR 9.28 as at 30 June 2021 (30 June 2020: MUR 6.00).

- Textile's valuation increased by 28% from a NAV per share of MUR 41.89 to MUR 53.50, based on the discounted cash flow model valuation methodology and the improved projections led by better visibility of the market, a stronger order book, and supported by the depreciation of the rupee.

- An increase of 12% for the Finance cluster was mainly due to an increase in the valuation of our fiduciary services company MITCO from MUR 169M to MUR 296M, considering their improved profitability, and from our share in Procontact (47.67%), the multi-service contact centre, located in Mauritius, Madagascar and Rodrigues, who had an increase in valuation from MUR 75M to MUR 210M.

- The Healthcare cluster: C-Care (reflecting our cumulative share of 55.8%) is listed on the stock exchange of Mauritius (DEM). The share price of C-Care increased significantly over the financial year ended 30 June 2021, however, with low trading volumes. The investment in C-Care has been valued using the Volume Weighted Average Price ("VWAP") for the financial year ended 30 June 2021 as management considers it is a more appropriate valuation of the Company. The share price as at 30 June 2021 was MUR 19.70 and the VWAP used for valuing the investment was MUR 10.35.

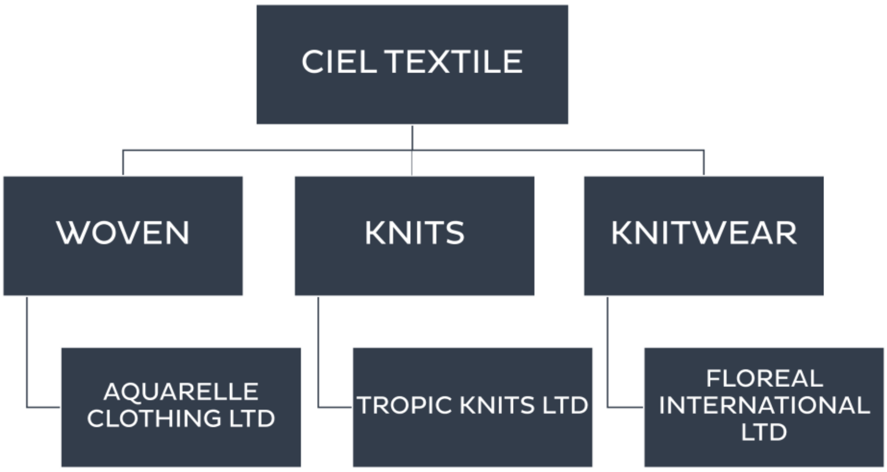
- The Property cluster increased its value from MUR 2,200M to MUR 2,968M following a revaluation of the earmarked land for the Ferney Sustainable Development Project, following the receipt of a letter of intent from the Economic Development Board of Mauritius.

- The value of the Hotels & Resorts cluster increased on the back of a 25% increase in the share price for SUN Limited from MUR 14.80 at 30 June 2020 to MUR 18.50 at 30 June 2021. SUN is valued at market price plus a 10% premium.

- Alteo's market price increased by 70% from MUR 15.20 at 30 June 2020 to MUR 25.80 at 30 June 2021.

BUSINESS CLUSTER REVIEW

Textile



		Year ended		
		2021	2020	Variance
Income Statement				
Revenue	MUR'M	**10,444**	10,390	1%
EBITDA	MUR'M	**1,321**	548	>100%
Profit/(Loss) after tax	MUR'M	**627**	(656)	>100%
Statement of Financial Position				
Totals Assets	MUR'M	**12,040**	10,971	10%
Current Assets	MUR'M	**6,633**	5,906	31%
Total Liabilities	MUR'M	**7,778**	7,303	7%
Current Liabilities	MUR'M	**6,741**	6,157	9%
Total Equity	MUR'M	**4,262**	3,668	16%
Debt				
Net debt/EBITDA		**2.17**	7.05	(69%)
Gearing ratio		**40.2%***	51.3%	

*Gearing ratio excludes debts pertaining to Consolidated Fabrics classified as 'Liabilities held for sale'.

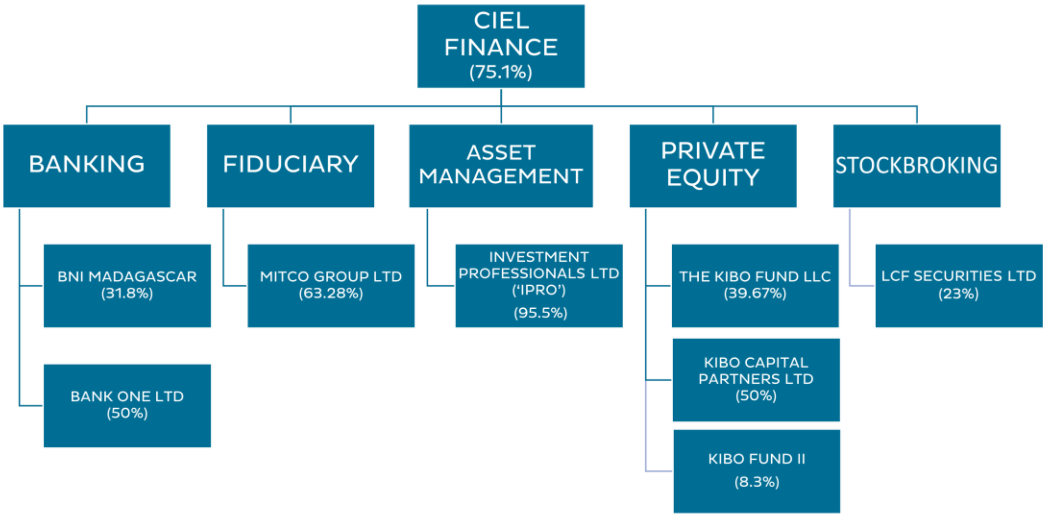
Revenues were up a marginal 1% supported by strong fourth quarter results, year-on-year, as stronger demand picks up in our main markets, US, UK and EU. With continued cost containment strategies supported by a weaker Rupee, EBITDA margin exceeded forecasts and stood at 13% for the year ending June 2021 (2020: 5%).

In the Knits segment: excellent performance from all our production units including the new Indian operations, posting profits for the first time. The Knits segment has performed very well on the back of a good order book at high margins. E-commerce and the demand for casual wear continues to push sales volumes up.

In the Knitwear segment: a substantial turnaround in profitability on the back of an increase in demand with a strong order book, higher sales volumes, and good customer satisfaction scores, largely due to improved sales dynamics on the front end and continued operational efficiencies.

In the Woven segment: the depressed demand experienced in the early part of the financial year due to the move to more casual wear from formal shirts has been mitigated by tight cost control, good debtors' management, and enhanced marketing strategies. Restructuring costs also weighed on profitability, however with the current supply chain shift out of China, an increase in demand for formal and casual shirts are leading to an improved order book and shows promise for the year ahead.

Financial Services



		Year ended		
		2021	2020	Variance
Income Statement				
Revenue	MUR'M	**3,782**	3,462	9%
EBITDA	MUR'M	**1,349**	1,289	5%
Profit after tax	MUR'M	**608**	501	21%
Statement of Financial Position				
Totals Assets	MUR'M	**40,318**	34,607	17%
Current Assets	MUR'M	**25,570**	22,129	16%
Total Liabilities	MUR'M	**35,367**	29,960	18%
Current Liabilities	MUR'M	**34,534**	28,909	19%
Total Equity	MUR'M	**4,951**	4,647	7%
Debt				
Gearing ratio		**5.3%**	8.2%	

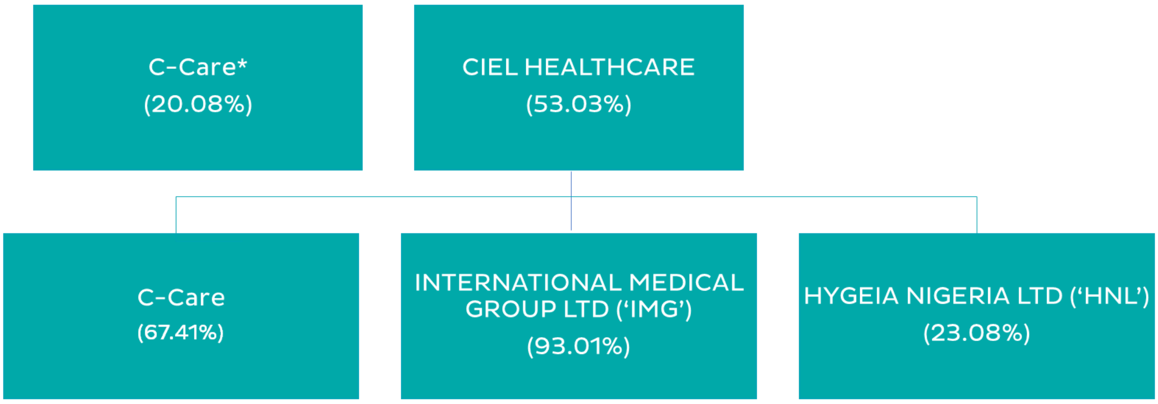
The Finance cluster welcomed a new CEO in March 2021, Lakshman Bheenick, and continued to achieve good returns from its banking operations, despite the difficult operating environment. The resilience of the operations is evident with the sustained growth in revenue and ECL provisions for the year ended 2021 are lower than the prior period leading to better profitability for the cluster.

BNI Madagascar S.A has performed well and declared higher dividends than expected at 31 December 2020. In MUR terms, BNI has increased its net banking income by 4% on the prior period, whilst impairment is lower by 21%, leading to a 6% increase in PAT. They maintained a capital adequacy ratio of 10.05% (2020: 10.50%) as at 30th June 2021.

Bank One continued to have low transaction volumes and asset growth due to the ongoing challenging operating environment. New leadership from a diverse, experienced team led by Mark Watkinson, newly recruited CEO, and the strategy to strengthen the Bank's capital base is seen in their improved capital adequacy ratio of 19.21% (2020: 17.09%) as at 30th June 2021.

MITCO, the Finance cluster's fiduciary arm, had a reduction in revenues, however EBITDA increased by 13% due to cost containment with higher profitability mainly resulting from the depreciating rupee and lower debtors' provisions.

HEALTHCARE



*Direct shareholding by CIEL Limited

		Year ended		
		2021	2020	Variance
Income Statement				
Revenue	MUR'M	**2,995**	2,376	26%
EBITDA	MUR'M	**584**	338	73%
Profit/(Loss) after tax	MUR'M	**296**	(96)	>100%
Statement of Financial Position				
Totals Assets	MUR'M	**4,195**	3863	9%
Current Assets	MUR'M	**830**	811	38%
Total Liabilities	MUR'M	**2,502**	2,517	(1%)
Current Liabilities	MUR'M	**962**	956	1%
Total Equity	MUR'M	**1,693**	1,346	26%
Debt				
Net debt/EBITDA		**0.65**	2.00	(68%)
Gearing ratio		**18.3%**	33.5%	

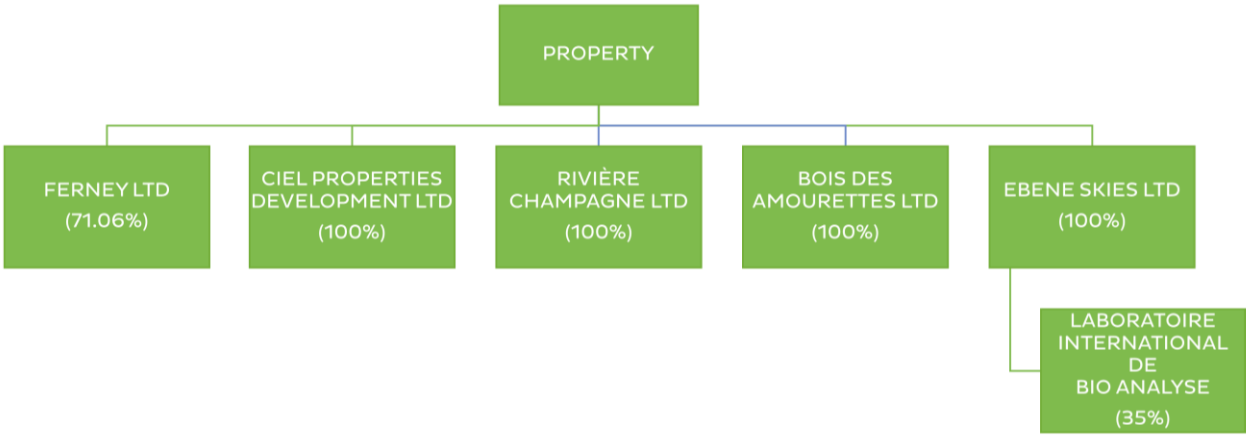
As border closures persisted in Mauritius, the healthcare cluster benefitted from higher bed occupancy rates (11 new rooms opened since July 2020) and an increase in the number of operating theatre cases leading to increased revenues. Management's sustained focus on optimising debtors' management and tighter cost control, led to a substantial increase in cash flow from operations.

During this financial year, C-Care's revenue increased from Rs 1,992M in the prior year to Rs 2,518M and a profit after tax of Rs 276M was achieved for the year ended 30 June 2021. The improvement of the performance is mainly due to a much lower impact of the FY 2021 lockdown compared to FY 2020 lockdown on the hospitals' occupancy, coupled with better operational efficiency, Covid-19 tests, and other related revenues in the given context.

Despite the challenges in the Ugandan market, our operation (IMG) has had a much-improved result compared to the prior year.

As of August 2021, CHL has divested from the hospital arm of Hygeia Nigeria Limited.

Property



		Year ended		
		2021	2020	Variance
Income Statement				
Revenue	MUR'M	103	113	(9%)
EBITDA	MUR'M	2	30	(94%)
Profit after tax	MUR'M	913	154	>100%
Statement of Financial Position				
Totals Assets	MUR'M	4,344	3,322	31%
Current Assets	MUR'M	70	57	23%
Total Liabilities	MUR'M	396	386	3%
Current Liabilities	MUR'M	93	67	38%
Total Equity	MUR'M	3,948	2,936	34%
Debt				
Gearing ratio		5.9%	8.8%	

During the year, the Property cluster was decoupled from the previous Agro & Property cluster and appointed a new CEO in July 2020, Guillaume Dalais. With the development of this new business EBITDA decreased largely due to set up costs. The cluster's profitability resulted from revaluation of Ferney land of MUR 945M.

With regards to the Ferney Master Plan, an integrated sustainable project on approximately 300 Hectares, the cluster received the Letter of Intent from the Economic Development Board of Mauritius leading to the revaluation of the land. The CIEL Properties team is focusing on the finalisation of the Master Plan and the project development launch. In parallel, the Ferney Agri-Hub project and the Ferney Nature Lodge projects launched in the September 2020 and are progressing well despite the current economic environment.

CIEL Properties continues to work with CIEL Group companies in consolidating non-core Group properties into a property portfolio with assets under management of MUR 4.2 bn. In parallel, it is currently assessing potential use of non-developed land owned by the Group.

HOTELS & RESORTS

		Year ended		
		2021	2020	Variance
Income Statement				
Revenue	MUR'M	528	4,635	(89%)
EBITDA	MUR'M	(554)	923	(>100%)
Loss after tax	MUR'M	(2,145)	(1,849)	(16%)
Statement of Financial Position				
Totals Assets	MUR'M	20,008	21,203	(6%)
Current Assets	MUR'M	2,088	1,489	40%
Total Liabilities	MUR'M	13,089	15,096	(13%)
Current Liabilities	MUR'M	3,440	5,045	(32%)
Total Equity	MUR'M	6,919	6,107	13%
Debt				
Net debt/EBITDA		(13.06)	9.70	(>100%)
Gearing ratio		51.1%	59.4%	

The full impact of the pandemic on the global tourism industry and the borders in Mauritius remaining closed until 15 July 2021 is evident in the performance of SUN.

In order to meet the cash flow requirements and future short-term financial commitments, management successfully secured the support of MUR 3.1 bn from the Mauritius Investment Corporation through redeemable convertible bonds, obtained wage assistance to preserve its workforce and renegotiated existing terms with bankers. Furthermore, on 3 May 2021 the Group completed the USD 41.5M disposal of Kanuhura resort in the Maldives as a strategic move to refocus resources on its Mauritian operations. All these actions have enabled SUN to repay MUR 2.4 bn of bondholders which matured in November 2020 and will ensure that it meets its second repayment of the bondholders in November and December 2021 for a total amount of MUR 1.6 bn.

Management is confident that on the resumption of normal operations in October 2021, the Group will be a leaner and more flexible organisation to better face this new environment. As borders reopen, trading revenues are still uncertain as sanitary protocols prevail, but management is however encouraged by the recent increase in the reservation trend.

Agro

		Year ended		
		2021	2020	Variance
Income Statement				
Share of results (Alteo 20.96%)	MUR'M	244	(23)	>100%
Statement of Financial Position				
Share of assets		3,525	3,268	8%

A much-improved performance from the sugar operations at Alteo Limited leading to CIEL share of profits attributable of MUR 244M after losses in 2020. Results were enhanced by ongoing cost reductions realised through restructuring and a significant favourable movement in the fair value of consumable biological assets due to much improved sugar prices.

In Mauritius, sugar operations benefited from a depreciating rupee and higher special sugar orders. These positive factors offset the adverse effects of a significantly lower sugar accruing, as poorer sugar cane yields were only partly mitigated by a higher sugar recovery, and the closure of the sugar refining operations in August 2020. The Tanzanian sugar operations realised significantly higher profits for the year explained by the better average price achieved on the domestic market and a favourable consumable biological asset fair value movement against the comparative period. Production and sales volumes also improved on the back of much better yields and sugar recovery. The marked improvement in Kenya was mainly driven by the higher production and sales volumes as sugar cane availability stabilised and sugar recovery as well as factory reliability improved. The Kenyan operations also benefitted from higher domestic prices during the year under review.

In the Energy cluster, on a normalised basis, performance was driven by efficiencies but lower than prior year as the comparative figure included a one-off gain from the sale of equipment.

A commendable performance from the property development operations more than offset losses posted from the Anahita Golf & Spa Resort (“the Resort”) and Anahita Golf Club (“the Golf”) which attracted a negligible level of activity during the year.

Fabien de Marassé Enouf will officially take up his role as CEO of Alteo in January 2022. He has a rich experience in finance, having previously been a Senior Manager at PwC before joining Alteo in 2014. In his capacity as Chief Finance Executive of the group, he has been involved in the restructuring of Alteo and its activities in recent years, working closely with André Bonieux on various projects. Until the latter's departure on December 31, 2021, Fabien de Marassé Enouf will be Deputy CEO of the group.

About CIEL:

CIEL is a leading diversified investment group headquartered in Mauritius, operating in six business investment sectors (“clusters”) namely Textile, Financial Services, Healthcare, Property, Hotels & Resorts and Agriculture (Agro) spread across Mauritius, Africa and Asia with approximately 32,000 employees. Since its beginnings in agriculture in 1912, the pioneering group is continuously exploring new avenues of development and international expansion. In 2014, following the merger of one of its investment companies, CIEL Investment Ltd, into the Group’s holding company, Deep River Investment Ltd, the Group was renamed CIEL Limited. It has now acquired an international dimension not only at operational level but also at shareholder level, while the ultimate control of the company remains with local shareholders. With a market capitalisation of about MUR 8.6 bn (USD 344M) as at 30 June 2021 and a consolidated audited turnover of MUR 17.9 bn (USD 892M) for its financial year ended 30 June 2021, CIEL is one of the largest listed Mauritian companies.

For more information, visit www.cielgroup.com

The audited condensed financial statements are available on https://www.cielgroup.com/en/investors/financial-publications

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This document contains forward-looking statements that reflect management’s current views and assumptions with respect to future events.

Such statements are subject to risks and uncertainties that are beyond CIEL’s ability to control or estimate precisely, such as future market and economic conditions, the behaviour of other market participants, the ability to successfully integrate acquired businesses and achieve anticipated synergies and the actions of government regulators.

Therefore, readers are advised to be cautious and not place undue reliance on the forward-looking statement of the Group. In addition, CIEL Limited does not intend or assume any obligation to update any forward-looking statements to reflect events or circumstances after the date of these materials.

APPENDIX

AUDITED FINANCIAL STATEMENTS FOR THE YEAR 30 JUNE 2021

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

		THE GROUP	
		30-Jun-21	Restated 30-Jun-20
Continuing operations		MUR '000	MUR '000
Revenue		17,868,627	20,955,620
EBITDA*		2,697,440	3,052,694
Depreciation and amortisation:		(1,300,835)	(1,341,233)
Earnings Before Interest and Taxation (EBIT)		1,396,605	1,711,461
Impairment and reorganisation costs**		(575,846)	(1,378,395)
Fair value gain on investment properties		959,638	160,297
Net finance costs		(1,274,895)	(1,439,246)
Impairment of associates		-	(108,744)
Share of results of associates and joint ventures net of tax		267,304	(51,534)
Profit/(Loss) before tax		772,806	(1,106,161)
Taxation		(79,548)	(189,073)
Profit/(Loss) from continuing operation		693,258	(1,295,234)
Loss from discontinued operation		(247,381)	(882,910)
Profit/(Loss) for the period		445,877	(2,178,144)
Profit/(Loss) attributable to:			
Owners of the parent		617,391	(1,679,713)
Non-controlling interests		(171,514)	(498,431)
		445,877	(2,178,144)
Basic and diluted earnings per share	MUR	0.37	(1.00)
Weighted average no. of ord shares for EPS Calculation	'000	1,686,967	1,682,664

	THE GROUP	
	30-Jun-21	Restated 30-Jun-20
TOTAL COMPREHENSIVE INCOME	MUR '000	MUR '000
Profit/(Loss) after tax	445,877	(2,178,144)
Other comprehensive income for the year	1,275,438	883,025
Total comprehensive income for the year	1,721,315	(1,295,119)
Attributable to:		
Owners of the parent	1,401,210	(1,082,604)
Non-controlling interests	320,105	(212,515)
	1,721,315	(1,295,119)

* Earnings Before Interest, Taxation, Depreciation, Amortisation, Impairment, Reorganisation costs and Fair Value gain on investment property.
** Includes impairment of financial (IFRS 9) and non-financial (stocks, property, plant and equipment) assets together with reorganisation costs at cluster level in response to Covid-19.

CONDENSED STATEMENT OF FINANCIAL POSITION

		THE GROUP	
		30-Jun-21	Restated 30-Jun-20
ASSETS		**MUR '000**	MUR '000
Non-current assets		**37,133,298**	38,163,017
Current assets		**10,506,176**	8,843,371
Non-current assets classified as held for sale		**1,403,473**	131,969
Total non specific banking assets		**49,042,947**	47,138,357
Total specific banking assets		**35,083,225**	29,807,373
TOTAL ASSETS		**84,126,172**	76,945,730
EQUITY AND LIABILITIES			
Capital and Reserves			
Owners' interest		**12,666,617**	11,282,955
Convertible bonds		**2,264,792**	-
Non-controlling interest		**7,253,727**	7,330,803
TOTAL EQUITY		**22,185,136**	18,613,758
Non-current liabilities		**16,219,858**	16,383,561
Current liabilities		**11,571,716**	13,234,937
Liabilities directly associated with assets classified as held for sale		**560,757**	-
Total non specific banking liabilities		**28,352,331**	29,618,498
Specific banking liabilities(i)		**33,588,705**	28,713,474
TOTAL EQUITY AND LIABILITIES		**84,126,172**	76,945,730
Net asset value per share	**MUR**	**8.85**	6.69
N° of shares in issue	**'000**	**1,687,445**	1,686,751
Net interest bearing debt(ii)		**14,157,052**	17,078,253
Gearing = Debt/(Debt+Equity)		**39%**	48%

i) Specific banking liabilities relate to deposits from customers of BNI Madagascar
ii) Excludes lease liabilities under IFRS 16 and Banking liabilities.

Restatement
Reassessment of Investment Hotel Scheme (IHS) contracts at Sun Limited resulted in a partial derecognition of the villas under property, plant and equipment and a change in the corresponding lease liabilities.

CONDENSED STATEMENT OF CHANGES IN EQUITY

THE GROUP	Owners' Interest Total	Non-Controlling Interests	Total Equity
	MUR '000	MUR '000	MUR '000
Balance at 1 July 2020	11,282,955	7,330,803	18,613,758
Total comprehensive income for the period	1,401,210	320,105	1,721,315
Dividends	-	(446,888)	(446,888)
Transaction with owners of the company	2,264,792	-	2,264,792
Other movements	(17,548)	49,707	32,159
Balance at 30 June 2021	**14,931,409**	**7,253,727**	**22,185,136**
Balance at 1 July 2019			
- As previously reported	12,935,181	9,195,956	22,131,137
- Effect of prior year adjustments	46,442	46,255	92,697
- Effect of adoption of IFRS 16	(510,507)	(446,237)	(956,744)
- As restated	12,471,116	8,795,974	21,267,090
Total comprehensive income for the year	(1,082,603)	(212,516)	(1,295,119)
Dividends	(134,307)	(458,694)	(593,001)
Other movements	28,749	(793,961)	(765,212)
Balance at 30 June 2020	**11,282,955**	**7,330,803**	**18,613,758**

CONDENSED STATEMENT OF CASH FLOWS

	THE GROUP	
	30-Jun-21	Restated 30-Jun-20
	MUR '000	MUR '000
Cash from operating activities before working capital movements	**1,548,705**	1,189,129
Movement of working capital of specific banking assets and liabilities[1]	**(272,194)**	123,753
Movement of working capital of non-specific banking assets and liabilities	**(125,322)**	583,483
Net cash from operating activities	**1,151,189**	1,896,365
Net cash from/(used in) investing activities	**1,003,697**	(1,142,065)
Net cash from financing activities	**84,610**	1,376,428
Increase in cash and cash equivalents	**2,239,496**	2,130,728
Movement in cash and cash equivalents		
At 1 July	**6,884,244**	4,501,358
Increase in cash and cash equivalents	**2,239,496**	2,130,728
Effect of foreign exchange	**68,238**	252,158
At 30 June	**9,191,978**	6,884,244

[1] Specific banking assets and liabilities consist of: loans and advances to customers, loans to banks, investment in securities and deposits from customers.