

CIEL LIMITED (Formerly known as Deep River Investment Limited with and into which CIEL Investment Limited has been amalgamated)

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2014

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS

	THE GROUP				THE COMPANY			
	9 Months 31 Mar 2014	9 Months 31 Mar 2013	Quarter 31 Mar 2014	Quarter 31 Mar 2013	9 Months 31 Mar 2014	9 Months 31 Mar 2013	Quarter 31 Mar 2014	Quarter 31 Mar 2013
Revenue	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	7,243,888	150	2,227,653	50	54,592	40,258	1,145	50
Earnings Before Interest, Taxation, Depreciation and Amortisation (EBITDA)	640,852	(1,464)	192,901	(251)	13,631	38,696	(17,420)	(251)
Depreciation and amortisation	(162,746)	-	(58,562)	-	-	-	-	-
Earnings Before Interests and Taxation	478,106	(1,464)	134,339	(251)	13,631	38,696	(17,420)	(251)
Finance costs	(93,408)	(3,187)	(42,108)	(1,035)	(32,144)	(3,187)	(17,700)	(1,035)
Share of results of joint ventures net of tax	12,285	-	12,285	-	-	-	-	-
Share of results of associates net of tax	(1,037)	256,464	16,957	38,076	-	-	-	-
Gain from a bargain purchase	160,737	-	160,737	-	-	-	-	-
Gain on remeasurement of equity interest	158,335	-	-	-	-	-	-	-
Profit on disposal of investment	-	-	-	-	95,751	-	95,751	-
Profit/ (loss) before taxation	715,018	251,813	282,210	36,790	77,238	35,509	60,631	(1,286)
Taxation	(80,148)	(22)	(25,058)	(7)	(34)	(22)	(19)	(7)
Profit/ (loss) before the period	634,870	251,791	257,152	36,783	77,204	35,487	60,612	(1,293)
Profit/ (loss) attributable to: Owners of the Parent	424,262	251,791	208,947	36,783	77,204	35,487	60,612	(1,293)
Non controlling interests	210,608	-	48,205	-	-	-	-	-
	634,870	251,791	257,152	36,783	77,204	35,487	60,612	(1,293)
Earnings/ (loss) per share	Rs	0.49	0.31	0.24	0.04	0.04	0.07	(0.00)
Dividend per share	Rs	-	-	-	0.04	0.04	-	-
Weighted average no. of ord shares (000) for EPS Calc		873,649	822,665	873,649	822,665	873,649	822,665	

KEY FIGURES & HIGHLIGHTS

as at 31 March 2014

Rs 7,244M
Group Turnover - YTD

Rs 635M
Group Net Results - YTD

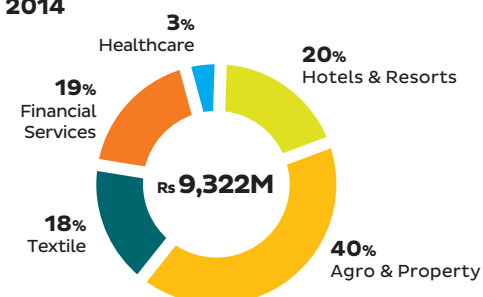
Rs 10,295M
Group Owner's Interests

Rs 2,872M
Group Net Borrowings

Rs 8.75
Group NAV per share

Rs 6.57
Company NAV per share

INVESTMENT PORTFOLIO VALUATION OF THE COMPANY as at 31 March 2014



UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	9 Months 31 Mar 2014	9 Months 31 Mar 2013	Quarter 31 Mar 2014	Quarter 31 Mar 2013	9 Months 31 Mar 2014	9 Months 31 Mar 2013	Quarter 31 Mar 2014	Quarter 31 Mar 2013
Profit/ (loss) for the period	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	634,870	251,791	257,152	36,783	77,204	35,487	60,612	(1,293)
Total comprehensive income for the period	(43,067)	624,465	6,969	254,467	712,175	684,162	67,248	254,998
Total comprehensive income for the period	591,803	876,256	264,121	291,250	789,379	719,649	127,860	253,705
Total comprehensive income attributable to: Owners of the Parent	398,320	876,256	217,369	291,250	789,379	719,649	127,860	253,705
Non-controlling interests	193,483	-	46,752	-	-	-	-	-
	591,803	876,256	264,121	291,250	789,379	719,649	127,860	253,705

SEGMENTAL INFORMATION

	THE GROUP			
	UNAUDITED 9 Months 31 Mar 2014	UNAUDITED 9 Months 31 Mar 2013	UNAUDITED Quarter 31 Mar 2014	UNAUDITED Quarter 31 Mar 2013
PROFIT/ (LOSS) AFTER TAX	Rs'M	Rs'M	Rs'M	Rs'M
Textile	377	65	101	17
Agro & Property	50	156	(37)	(13)
Hotels & Resorts	62	9	57	22
Financial Services	44	7	16	(14)
Healthcare	5	31	3	32
CIEL - Holding Company	77	35	61	(1)
	615	303	201	43
Gain on remeasurement of equity interest	158	-	-	-
Gain from a bargain purchase	161	-	161	-
Loss on disposal of investment	(91)	-	(4)	-
Group elimination	(208)	(51)	(101)	(6)
Group profit/ (loss) after tax	635	252	257	37

CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	UNAUDITED As at 31 Mar 2014	AUDITED As at 30 June 2013	UNAUDITED As at 31 Mar 2014	AUDITED As at 30 June 2013
ASSETS	Rs'000	Rs'000	Rs'000	Rs'000
Property, plant and equipment	3,304,245	-	-	-
Investment in financial assets	8,438,254	6,515,686	9,322,528	3,940,804
Investment properties	1,082,703	-	35,979	-
Deposits on investment	48,216	-	86,381	-
Other non current assets	292,225	-	4,426	-
Current assets	4,757,326	56,914	28,005	56,914
TOTAL ASSETS	17,922,969	6,572,600	9,477,319	3,997,718
EQUITY AND LIABILITIES				
Capital and reserves				
Owners' interests	10,295,251	6,444,011	7,725,355	3,869,129
Non controlling interest	2,189,435	-	-	-
Current liabilities	4,773,671	128,589	1,735,964	128,589
Non current liabilities	664,612	-	16,000	-
TOTAL EQUITY AND LIABILITIES	17,922,969	6,572,600	9,477,319	3,997,718
NET ASSETS VALUE PER SHARE	Rs	8.75	7.83	4.70
NO OF SHARES IN ISSUE	000	1,176,256**	822,665*	1,176,256

* The number of shares in issue in June 2013 has been adjusted for the share split of 10 to 1 done in November 2013.

**The 1,176,256 number of shares as at 31 March 2014 is after taking into account the following:
55,092,040 treasury shares held following share buy back and 408,683,180 new issue of shares upon amalgamation of CIEL Investment Limited with and into Deep River Investment Limited

UNAUDITED CONDENSED STATEMENT OF CASH FLOWS

	THE GROUP		THE COMPANY	
	9 Months 31 Mar 2014	9 Months 31 Mar 2013	9 Months 31 Mar 2014	9 Months 31 Mar 2013
Net cash from/ (used in) operating activities	Rs'000	Rs'000	Rs'000	Rs'000
	676,071	(7,646)	372,064	(7,646)
Net cash (used in)/ from investing activities	(1,526,125)	124	(965,738)	124
Net cash used in financing activities	(36,856)	(15,740)	(96,970)	(15,740)
Decrease in cash and cash equivalents	(886,910)	(23,262)	(690,644)	(23,262)
Movement in cash and cash equivalents				
At 1 July,	(45,790)	(35,340)	(45,790)	(35,340)
Effect of Amalgamation	(338,897)	-	(391,716)	-
Decrease	(886,910)	(23,262)	(690,644)	(23,262)
At 31 March,	(1,271,597)	(58,602)	(1,128,150)	(58,602)

CONDENSED STATEMENT OF CHANGES IN EQUITY

THE GROUP	Stated Capital	Redeemable Restricted A shares	Treasury shares	Revaluation & other reserves	Retained Earnings	Total	Non Controlling Interests	Total Equity
Balance at 1 July 2013	822,665	-	-	3,626,236	1,995,110	6,444,011	-	6,444,011
Total comprehensive income for the period	-	-	-	(25,941)	424,261	398,320	193,483	591,803
Share buy back	-	-	(270,999)	-	-	(270,999)	-	(270,999)
Issue of Redeemable Restricted A shares	-	39,233	-	-	(40,000)	(767)	-	(767)
Other transactions with owners of the parent	-	-	-	(18,075)	40,554	22,479	1,867,397	1,889,876
Dividends	-	-	-	-	(30,703)	(30,703)	(40,140)	(70,843)
Effect of Amalgamation	1,423,758	-	-	364,806	1,944,346	3,732,910	168,695	3,901,605
Balance at 31 March 2014	2,246,423	39,233	(270,999)	3,947,026	4,333,568	10,295,251	2,189,435	12,484,686
Balance at 1 July 2012	822,665	-	-	2,762,328	1,773,904	5,358,897	-	5,358,897
Total comprehensive income for the period	-	-	-	624,465	251,791	876,256	-	876,256
Dividends	-	-	-	-	(32,907)	(32,907)	-	(32,907)
Balance at 31 March 2013	822,665	-	-	3,386,793	1,992,788	6,202,246	-	6,202,246
THE COMPANY								
Balance at 1 July 2013	822,665	-	-	2,732,616	313,841	3,869,122	-	3,869,122
Total comprehensive income for the period	-	-	-	712,175	77,204	789,379	-	789,379
Issue of Redeemable Restricted A shares	-	39,233	-	-	(40,000)	(767)	-	(767)
Share Buy Back	-	-	(270,999)	-	-	(270,999)	-	(270,999)
Dividends	-	-	-	-	(30,703)	(30,703)	-	(30,703)
Effect of Amalgamation	1,423,758	-	-	(277,417)	2,222,982	3,369,323	-	3,369,323
Balance at 31 March 2014	2,246,423	39,233	(270,999)	3,167,374	2,543,324	7,725,355	-	7,725,355
Balance at 1 July 2012	822,665	-	-	2,117,993	324,576	3,265,234	-	3,265,234
Total comprehensive income for the period	-	-	-	684,162	35,487	719,649	-	719,649
Dividends	-	-	-	-	(32,907)	(32,907)	-	(32,907)
Balance at 31 March 2013	822,665	-	-	2,802,155	327,156	3,951,976	-	3,951,976

COMMENTS ON THE CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2014

CIEL Limited, the Company, formerly known as Deep River Investment Limited (DRI) is the amalgamated company with and into which CIEL Investment Limited (CIL) has been amalgamated effective as from 24 January 2014.

CIEL Limited is an investment holding company with interest in various sectors, namely textile, agro industry & property, financial services, tourism and healthcare.

The unaudited comparative figures of the Company and the Group for the period ended 31 March 2014 presented herewith are those of DRI and are not comparable with those of the current period. For the nine months ended 31 March 2014, the results incorporate those of both DRI as from 1 July 2013 and ex-CIL as from 25 January 2014, together with their respective subsidiaries and associates.

FINANCIAL RESULTS

The income of the Company consists of dividend income from subsidiaries and associates.

CIEL Textile Limited is accounted for as a subsidiary since July 2013 (prior year associate undertaking). Group revenue and results for the period under review are hence not comparable to last year.

The Group also recognised a gain from a bargain purchase of Rs 161M on the acquisition of an additional 10% stake in Sun Resorts Limited (SRL) during the quarter under review. As at date SRL is still accounted as an associate undertaking.

Textile

Improvement in group profits mainly on account of increased turnover and improved results in the knitwear and knits clusters. International operations have also generated improved returns and contributed significantly to the group's net results. However, prevailing conditions remain challenging for our Mauritian operations.

Agro & Property

Results from the local sugar operations were adversely affected by the seasonality of the activity and a reduction in sugar price from Rs 16,500 per ton to Rs 16,000 in the quarter. The operations in Tanzania achieved a record sugar production of 101,000 tons but increased competition from sugar imports continued to put downward pressure on sales volume and prices during the quarter under review.

The property sector continued to post improved results.

Hotels & Resorts

Trading conditions for the local tourism industry remain difficult with increased competition and a drop in tourist arrivals in the first quarter as compared to last year. Sun Resorts Limited posted reduced results compared to last year. It has also announced a strategic plan which should impact positively on its operations in the medium to long term. Our associate, Constance Hotels Services Limited, registered a marked improvement in its performance due to better operational performance of its hotels and the acquisition of Halaveli in the Maldives.

Financial Services

Financial services companies posted improved results. The sector's performance was mainly driven by the banking sector, which showed much improved results compared to the corresponding quarter last year.

The acquisition of BNI in Madagascar should be completed as announced before the end of the financial year.

Healthcare

Fortis Clinic Darné continues to post improved results. Last year's cluster profits included the share of an exceptional revenue of Rs 38M from one of our joint venture, which has subsequently been disposed of.

FUND RAISING

As of end of April 2014, the announced private placement of Rs 2bn has been fully committed. The additional capital collected will enable CIEL to pursue its growth and development strategy.

By Order of the Board

CIEL Corporate Services Ltd
Company Secretary

15 May 2014

BRN : C06000717