# CIEL Limited reports financial results for the first half-year ended 31 December 2017

## Executive Summary

The figures presented for the half-year ended 31 December 2017 are not directly comparable with prior year with the acquisition of Wellkin Hospital ('Wellkin') within the Medical and Surgical Centre Limited Group ('MSCL') in January 2017, the closure of Kanuhura Resort and Spa ('Kanuhura') within Sun Limited ('SUN') until December 2016 and the increased stake in CIEL Textile ('CTL') from 56.31% to 88.48% in August 2017.

The marked improvement in the performance of SUN, for the quarter and the semester to 31 December 2017, has positively impacted CIEL's financial results.

Group revenue for the first half-year rose by 14% to MUR 11.45bn while Earnings Before Interest, Tax, Depreciation and Amortisation ('EBITDA') saw a slight fall of 2% to MUR 1,517M leading to an EBITDA margin of 13.3% (2016: 15.4%).

Group Profit after Tax ('PAT') for the first six months was MUR 605M (2016: MUR 671M) explained by the different performances of the Group's five clusters below:

- **In the Textile cluster**, the Knits & Knitwear segments' results have improved compared to last year owing to ongoing restructuring efforts at Floreal Knitwear and good sales momentum at Tropic Knits. CTL continues to develop its relatively new factories at Antsirabe, Madagascar (Knitwear) and India (Knits) to achieve profits. CTL's overall performance was, however, affected this semester by the lower results of its main segment - Woven - which faced increased pressure on margins due to adverse exchange rate fluctuations, a reduction in export subsidies from its operations in India and strong competition in the market. As a result, the Woven segment posted lower profits compared to a record year last year.
- **In the Hotels & Resorts cluster,** SUN posted a return to profits reversing last year's losses with revenue up 21% versus the first half-year December 2016. With all resorts now operational, SUN is starting to benefit from its repositioning strategy with a 19% rise in the average daily rate (ADR) and a 16% increase in revenue per available room (RevPAR) of its Mauritian resorts. However, the occupancy rate at Kanuhura in the Maldives is still low despite achieving a high targeted ADR in challenging market conditions.
- **The Finance cluster** has posted slightly improved profitability in the first half-year compared to the corresponding period last year. Its banking activities maintained a good performance in the second quarter, notably Bank One. The fiduciary operations of the cluster - MITCO Group, however, show lower results against the prior year period.
- **The Agro & Property cluster's** results have been adversely impacted by Alteo Limited's operations due to poor sugarcane availability in Kenya and a lower price of sugar in Mauritius. This shortfall has however been partially mitigated by the strong results of Alteo's Tanzanian sugar operations and the one-off gains on the sale of land at Alteo Limited and Ferney Limited.
- **The Healthcare cluster's** results have been negatively affected by the losses of Wellkin but the revenue streams of the hospital continue to show an encouraging progression as the implementation of the reorganisation plan is starting to show improvement. On the African continent, the insurance business arm of the Ugandan operations (International Medical Group 'IMG') continued to be financially challenged by high claims but the cluster is actively addressing these issues with the recently appointed CEO of IMG.

CIEL Group's profit attributable to ordinary shareholders stood at MUR 284M (2016: MUR 265M) for the half-year under review.

As part of its financing strategy, on 5 February 2018, CIEL has successfully raised MUR 1.27bn of secured notes by way of a private placement under its Multicurrency Note Programme. The notes issue has a tenor of between 3 and 10 years and was rated CARE MAU AA (stable) by CARE Ratings. The proceeds from this notes issue will be used to refinance the notes issued by the Company on 30 June 2017.

At Company level, the Net Asset Value ('NAV') per share stood at MUR 8.76 as at 31 December 2017- down 6.5 percentage points from MUR 9.37 as at 30 June 2017 - reflecting mainly the fall in the share price of Alteo Limited, the reduction in value of the investment portfolio of the Healthcare cluster and the takeover of CTL financed by debt together with the issuance of ordinary shares at CIEL level.

CIEL pursues its medium-term strategy focusing on its operations to optimise EBITDA margin and generate higher profits from its existing asset base. While profit attributable to owners is showing progress, the Group has yet to reap the full benefits of its recent investments. Management is confident that ongoing efforts at Group and cluster levels to develop increased synergies and bring efficiency within each of its operations should lead to improved performance over the medium-term.

## KEY FIGURES

| GROUP CONSOLIDATED REVENUE | GROUP EBITDA | GROUP PROFIT AFTER TAX | PROFIT ATTRIBUTABLE TO OWNERS OF THE PARENT | COMPANY NAV PER SHARE |
|---|---|---|---|---|
| ▲ 11.45 | ▼ 1,517 | ▼ 605 | ▲ 284 | ▼ 8.76 |
| MUR bn | MUR M | MUR M | MUR M | MUR |
| MUR 10.04 bn – 31 December 2016 | MUR 1,544 M – 31 December 2016 | MUR 671 M – 31 December 2016 | MUR 268 M – 31 December 2016 | MUR 9.37 – 30 June 2017 |

# CIEL at a glance

## FIRST HALF-YEAR RESULTS

| | | Half-Year ended 31 December | | | Quarter ended 31 December | | |
|---|---|---|---|---|---|---|---|
| | | 2017 | 2016 | Variance | 2017 | 2016 | Variance |
| **Group Income Statement** | | | | | | | |
| **Revenue** | **MUR'M** | **11,448** | 10,044 | **14%** | **5,974** | 5,158 | **16%** |
| Textile | MUR'M | **5,759** | 5,442 | 6% | **2,582** | 2,415 | 7% |
| Hotels and Resorts | MUR'M | **3,520** | 2,907 | 21% | **2,296** | 1,875 | 22% |
| Finance | MUR'M | **1,034** | 963 | 7% | **528** | 500 | 6% |
| Agro and Property | MUR'M | **36** | 38 | (5%) | **18** | 20 | (10%) |
| Healthcare | MUR'M | **1,103** | 696 | 58% | **551** | 352 | 57% |
| CIEL - Holding Company | MUR'M | **150** | 113 | 33% | **143** | 103 | 39% |
| Group Elimination | MUR'M | **(154)** | (115) | (34%) | **(144)** | (107) | (35%) |
| | | | | | | | |
| **EBITDA**[1] | **MUR'M** | **1,517** | 1,544 | **(2%)** | **1,116** | 1,062 | **5%** |
| Textile | MUR'M | **439** | 533 | (18%) | **220** | 263 | (16%) |
| Hotels and Resorts | MUR'M | **669** | 510 | (31%) | **719** | 547 | (31%) |
| Finance | MUR'M | **384** | 388 | (1%) | **189** | 188 | 1% |
| Agro and Property | MUR'M | **40** | 21 | 90% | **6** | 10 | (40%) |
| Healthcare | MUR'M | **31** | 116 | (73%) | **14** | 68 | (79%) |
| CIEL - Holding Company | MUR'M | **90** | 73 | 23% | **102** | 83 | 23% |
| Group Elimination | MUR'M | **(136)** | (97) | (40%) | **(134)** | (97) | (38%) |
| | | | | | | | |
| **Profit after tax** | **MUR'M** | **605** | 671 | **(10%)** | **631** | 569 | **11%** |
| Textile | MUR'M | **215** | 309 | (30%) | **105** | 153 | (31%) |
| Hotels and Resorts | MUR'M | **139** | (55) | 353% | **407** | 224 | (82%) |
| Finance | MUR'M | **342** | 328 | 4% | **195** | 161 | 21% |
| Agro and Property | MUR'M | **71** | 101 | (30%) | **18** | 35 | (49%) |
| Healthcare | MUR'M | **(64)** | 49 | (231%) | **(33)** | 29 | (214%) |
| CIEL - Holding Company | MUR'M | **48** | 48 | 0% | **79** | 70 | 13% |
| Group Elimination | MUR'M | **(146)** | (109) | (34%) | **(140)** | (103) | (36%) |
| | | | | | | | |

[1] - Earnings before interest, tax, depreciation and amortisation

| | | 31-Dec | 30-Jun | |
|---|---|---|---|---|
| | | **2017** | **2017** | **Variance** |
| **Statement of Financial Position** | | | | |
| Group total assets | MUR'M | **65,289** | 63,066 | 4% |
| Total portfolio | MUR'M | **16,517** | 15,282 | 8% |
| Company net asset value per share | MUR | **8.76** | 9.37 | (7%) |

## Group Results – First Half-Year December 2017 Against First Half-Year December 2016 — % Movement

### Revenue — 14% ↑

Group revenue for the first half-year has increased by 14% from MUR 10.04bn to MUR 11.45bn primarily due to the growth in the revenue of SUN's resorts, the consolidation of Wellkin in the Healthcare cluster and, to a lesser extent, a positive contribution from the Textile and Finance clusters.

### Earnings before Interests, Taxation, Depreciation and Amortization (EBITDA) — 2% ↓

EBITDA for the half-year fell by 2% due to the lower performance of the Woven segment of CTL and the operations of Wellkin. The fall was, however, partially mitigated by the 29% rise in the EBITDA of SUN.

### Depreciation and Amortisation — 29% ↑

The half-year increase is a direct consequence of the higher asset base in the Hotels & Resorts cluster, the consolidation of Wellkin and the amortisation of a new banking software at BNI Madagascar level in the Finance cluster.

### Finance Costs — 24% ↑

Finance costs were driven up mainly by additional financing contracted to acquire Wellkin, to fund the various working capital requirements of the Textile cluster and CIEL's voluntary takeover of CTL as well as to subscribe to SUN's rights issue.

### Share of Results of Joint Venture Net of Tax — 99% ↑

The increase is mainly attributable to the improvement in the results of Bank One and Anahita Golf Spa & Resort.

### Share of Results of Associates Net of Tax — 34% ↓

The decrease is primarily driven by the lower results of Alteo Limited in the Agro & Property cluster reflecting the operational challenges in Kenya and the lower sugar price in Mauritius. The fall has been slightly mitigated by the better performance of Hygeia Nigeria Limited ('HNL') (Healthcare cluster).

### Profit Before Tax — 10% ↓

Profit before Tax fell from MUR 818M to MUR 752M during the half-year under review due to the reduced contribution from the Woven segment of CTL and the Healthcare cluster.

### Taxation — At par

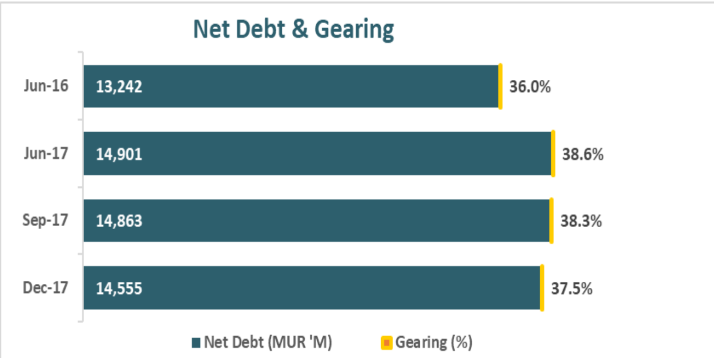
The tax charge for the first six months is in line with the corresponding period in the prior year.

### Profit after Tax and Profit Attributable

Group profit after tax stood at MUR 605M (2016: MUR 671M) and profit attributable to ordinary shareholders was MUR 284M (2016: MUR 268M) for the half-year under review.

# GROUP RESULTS

## GROUP NET DEBT AND GEARING




*Gearing = Debt / (Debt+Equity)

CIEL has successfully raised MUR 1.27bn of secured notes by way of a private placement under its Multicurrency Note Programme. The notes issue has a tenor of between 3 and 10 years and was rated CARE MAU AA (stable) by CARE Ratings. The proceeds from this notes issue will be used to refinance the notes issued by the Company on 30 June 2017.

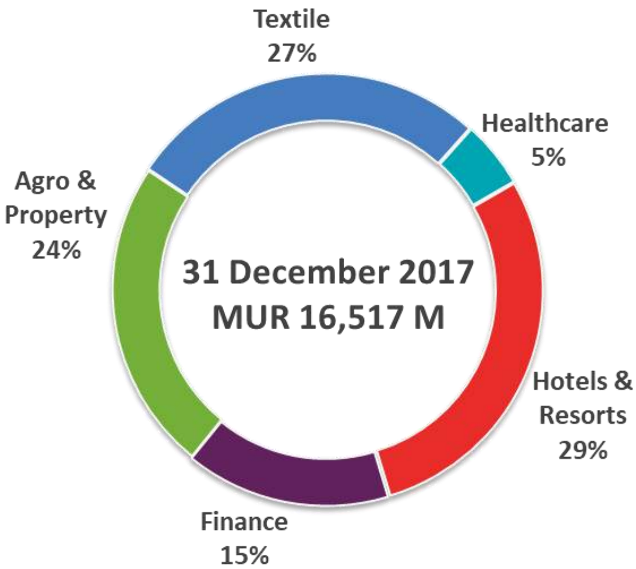
There was a slight improvement in CIEL's gearing ratio following SUN's rights issue and the private placement at the end of August 2017.

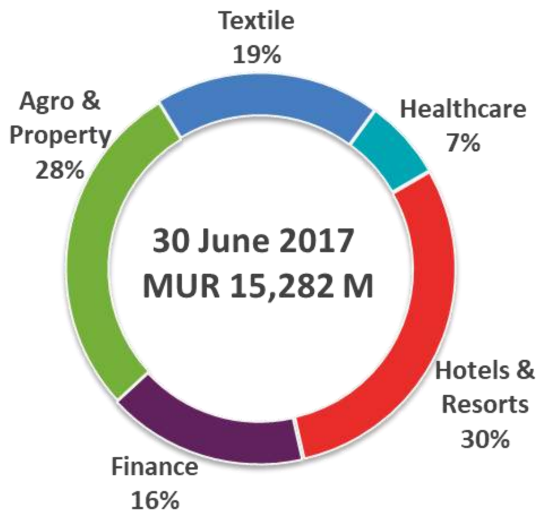
Performance improvement measures continue to be implemented across all clusters to help improve the Group's cash position, the consolidated gearing ratio and net indebtedness.

# COMPANY RESULTS

CIEL's Net Asset Value ('NAV') per share fell from MUR 9.37 (30 June 2017) to MUR 8.76 (31 December 2017)

## COMPANY INVESTMENT PORTFOLIO




- Listed subsidiaries are valued on the higher of the NAV or market price.
- The Company's investment portfolio has grown by 8% from MUR 15,282M in June 2017 to MUR 16,517M in December 2017 following the Voluntary Takeover Scheme in CTL.
- The stake of CIEL Limited in CTL rose from 56.31% to 88.48%. CTL has been valued at the latest transaction price of MUR 50 at the end of the semester – no change over 30 June 2017.
- Despite the dilution effect following the investment of Dentressangle Initiatives SAS in SUN through a Private Placement, CIEL's investment of MUR 447M in SUN through a Rights issue and SUN's profits during first half-year December 2017 are contributing positively to the valuation of the Hotels & Resorts portfolio.
- There has been a modest improvement in the Finance cluster value due to Bank One's higher NAV and increased profitability.
- Alteo Limited's (Agro & Property cluster) share price fell 13 percentage points from MUR 33.80 as at 30 June 2017 to MUR 29.50 as at 31 December 2017.
- The Healthcare cluster's value has decreased due to the lower performance of the underlying investee companies (unquoted), a fall in market multiples applied to the valuation of these subsidiaries and a drop in the share price of MSCL from MUR 3.40 to MUR 3.20.

# BUSINESS CLUSTER REVIEW

The unaudited condensed financial statements are available on www.cielgroup.com/investor-relations

## Textile

**Main investments:** **CIEL Textile** – 88.48% **Three clusters** – Vertically Integrated (Floreal Knitwear, Tropic Knits & Aquarelle Group)

### HALF-YEAR RESULTS

| | | Half-Year ended 31 December | | | Quarter ended 31 December | | |
|---|---|---|---|---|---|---|---|
| | | 2017 | 2016 | Variance | 2017 | 2016 | Variance |
| **Income Statement** | | | | | | | |
| Revenue | MUR'M | 5,759 | 5,442 | 6% | 2,582 | 2,415 | 7% |
| Profit after tax | MUR'M | 215 | 309 | -30% | 105 | 153 | -31% |

- Though the Woven segment remains the main contributor to CTL's revenue, it has been adversely affected by increased pressure on margins. Negative exchange rate movements, lower export subsidies from the operations in India and a very competitive market environment have contributed to the reduced margins.
- The Knits and Knitwear segments' performance have, however, proved resilient to the factors affecting the Woven segment and improved compared to last year's first six months ended 31 December 2017.
- Floreal Knitwear's new industrial plant in Antsirabe, Madagascar has started gaining momentum and its operation in Bangladesh showed better results over the first six months.
- The operations of Tropic Knits in Mauritius and Madagascar have performed relatively well. The recently opened factory in Coimbatore, India, is however taking longer than anticipated to reach operational excellence, thus, impacting negatively on the results.
- CTL continues to work on its sales and marketing activities to improve its order book while making sure that the relatively new factories in India and Madagascar reach optimal utilisation.

## Hotels and Resorts

**Main investments:** **Sun Limited** – 50.10%, **Anahita Golf & Spa Resort** - 50%

### HALF-YEAR RESULTS

| | | Half-Year ended 31 December | | | Quarter ended 31 December | | |
|---|---|---|---|---|---|---|---|
| | | 2017 | 2016 | Variance | 2017 | 2016 | Variance |
| **Income Statement** | | | | | | | |
| Revenue | MUR'M | 3,520 | 2,907 | 21% | 2,296 | 1,875 | 22% |
| Profit/(Loss) after tax | MUR'M | 139 | (55) | 351% | 407 | 224 | 82% |

- Revenue is up by 21% reflecting an increase of 19% in average daily rate (ADR) and 16% in revenue per available room (RevPAR) in the first six months compared to last year. EBITDA was up 29% to MUR 669M against last year. The lower finance costs from the capital injection and the absence of closure costs during the semester have contributed to SUN's return to profitability.
- The December 2017 quarter for SUN has been particularly good both from an operational and financial perspective. Its managed resorts show growth in terms of ADR ( 21% year on year increase to MUR 11,098) and a continually high occupancy rate of 87%. The re-positioning of Kanuhura Resort and Spa, Maldives in the luxury segment is also improving with a strong ADR despite an occupancy rate below expectations. All these factors have contributed to an increase in revenue of 22% and rise in EBITDA of 32% in the second quarter versus last year.
- Finance costs for the first half-year were down 7% compared to the same period last year following the rights issues/private placement completed in August 2017. As expected, SUN Group has significantly lowered the gearing ratio from 55% as at 30 June 2017 to 45% at the end of December 2017.
- Forward-bookings for the March 2018 quarter look good although the January weather in Mauritius has affected results. SUN's performance should progress over the March 2018 quarter nonetheless.
- Anahita Golf & Spa Resorts' results are break-even as at 31 December 2017 compared to the losses of MUR 11M made in the half-year ending December 2016.

## Financial Services

Main investments: **CIEL Finance** – 75.1% [**Bank One** - 50%, **BNI Madagascar** – 31.8% *(effective holding through controlling subsidiary)*, **MITCO Group** – 58.82%, **IPRO Group** – 95.5%, **KIBO Capital Partners** – 50%, **The KIBO Fund LLC** – 39.67%, **IPRO Stockbroking** – 100%]

### HALF-YEAR RESULTS

| | | Half-Year ended 31 December | | | Quarter ended 31 December | | |
|---|---|---|---|---|---|---|---|
| | | 2017 | 2016 | Variance | 2017 | 2016 | Variance |
| **Income Statement** | | | | | | | |
| Revenue | MUR'M | 1,034 | 963 | 7% | 528 | 500 | 6% |
| Profit after tax | MUR'M | 342 | 328 | 4% | 195 | 161 | 22% |

- The Finance cluster' year-on-year increase in revenue is mainly attributable to the cluster's banking arm – BNI Madagascar. Profit after tax is also on the rise in comparison to last year owing to the performance of Bank One which has shown improved dynamics in the quarter December 2017.

- BNI Madagascar's performance for the first six months is stable. The negative impact of the implementation of the Core Banking System on sales and leads generation during the September 2017 quarter has lapsed. Innovative mobile phone services ('bank to wallet', 'wallet to bank', advances and deposits) developed in cooperation with MVola – the money arm of Telma, Madagascar's largest mobile operator have been launched during the last quarter and are, so far, in line with expectations.

- Bank One's pipeline has started growing and a renewed momentum on virtually all business lines as well as improving portfolio quality and recovery from Non-Performing Loans (NPL) have translated in a rise in profits for the first six months compared to prior year. Outlook remains positive for the bank across all banking segments.

- MITCO remained under the pressure of a competitive environment which had an adverse effect on revenue for the first half-year. MITCO has completed the implementation of its new software which should lead to improved efficiency in productivity and reporting through better analytical tools allowing for more efficient monitoring of activities.

# Agro and Property

**Main investments:** **Alteo Limited** - 20.96%, **Ferney Limited** - 71.06%, **CIEL Properties** - 100%, **Ebene Skies** - 100%

## HALF-YEAR RESULTS

| | | Half-Year ended 31 December | | | Quarter ended 31 December | | |
|---|---|---|---|---|---|---|---|
| | | 2017 | 2016 | Variance | 2017 | 2016 | Variance |
| **Income Statement** | | | | | | | |
| Revenue | MUR'M | 36 | 38 | -5% | 18 | 20 | -10% |
| Profit after tax | MUR'M | 71 | 101 | -30% | 18 | 35 | -49% |

The results of the Agro and Property cluster for the first half-year were driven down by the challenges faced by the Kenyan and Mauritian operations of its associated undertaking – Alteo Limited. The performance of the cluster was somehow alleviated by the profitable Tanzanian activies of Alteo Limited and the realised gains on sale of land at Alteo Limited and Ferney Limited.

**ALTEO**

Geographic and sector-specific results are further detailed below:

**Agri and Sugars**

The lack of sugar cane in Kenya has affected the results of Transmara Sugar Company Ltd ('TSCL') this half-year compared to prior year where the company had a back-log of over-mature sugar cane.

The results for the sugar cluster in Mauritius were adversely affected by falling sugar cane price levels which have reduced revenues and the valuation of the biological assets. The positive effects of the higher sugar cane yields have however offset the lower sucrose levels.

Tanzanian sugar operations - TPC Limited ('TPC') - achieved excellent results on the back of strong sugar prices and higher sales volumes.

The accelerated out-grower cane development programme, launched as from January 2017, is expected to improve the results of the Kenyan operations only as from the beginning of the next financial year due to the relatively long cane production cycle (16-18 months) in Kenya. Tanzania should, on the other side, have a good crop but not as high as last year's record production. Most of the yearly revenue for the Mauritian operations has been accounted for so far.

**Energy**

On the energy front, profit after tax was lower due to a longer maintenance stop at Consolidated Energy Co Ltd an increase in maintenance expenses compared to prior year. Alteo Energy Ltd had also recorded higher fuel costs. The contractual tariff indexation is expected to help Alteo Energy Ltd raise its contribution as from January 2018 assuming a similar offtake.

**Property**

The results of the property segment were negatively impacted by the delayed construction of villas and the still ongoing infrastructure works at Anahita's northern parcels over the first half-year. While fixed costs continue to be incurred, no sales were recognised in the December 2017 semester but the construction of villas should progress and the infrastructure works of the northern parcels at Anahita should be completed, thus, enabling sales in the last quarter.

The higher occupancy rate of Anahita Golf & Spa Resort and Anahita Golf has, however, helped mitigate the lower performance of the property segment and the performance of both the resort and the golf is expected to continue improving.

CIEL's share of profit from Alteo fell from MUR 94M in the December 2016 semester to MUR 49M in the December 2017 semester.

# Healthcare

Main investments: **CIEL Healthcare** – 53.03% [**The Medical and Surgical Centre Ltd (MSCL)** – 58.60%, **International Medical Group Ltd (IMG) (Uganda)** – 90.10%, **Hygeia Nigeria Limited (HNL) (Nigeria)** – 22.81%, **Laboratoire International de Bio Analyse (LIBA)** – 35%]

## HALF-YEAR RESULTS

| | | Half-Year ended 31 December | | | Quarter ended 31 December | | |
|---|---|---|---|---|---|---|---|
| | | 2017 | 2016 | Variance | 2017 | 2016 | Variance |
| **Income Statement** | | | | | | | |
| Revenue | MUR'M | 1,103 | 696 | 58% | 551 | 352 | 57% |
| Profit/(Loss) after tax | MUR'M | (64) | 49 | -231% | (33) | 29 | -213% |

- The Healthcare cluster's results include the newly acquired (January 2017) Wellkin and, therefore, cannot be compared directly with last year's results.
- The 58% increase in revenue can be primarily attributed to the consolidation of Wellkin in MSCL's figures.
- The losses made in the first semester reflect the anticipated performance of the recently acquired Wellkin and the reduced profitability of IMG, Uganda.
- Wellkin though still loss-making, has shown some progress in the second quarter compared to the first quarter. This trend is expected to continue in the forthcoming months.
- IMG has been impacted by the losses of its insurance business arm due to a rise in the claims ratio which has weighed on the results. A new CEO, with extensive experience in the Healthcare industry, has been appointed in January 2018 to tackle these challenges.
- HNL has generated positive returns this semester versus prior year with more stable revenue streams and the parity of the Nigerian Naira.

**About CIEL:**

CIEL Limited is a leading diversified investment group headquartered in Mauritius, operating five business clusters (Agro-Industry and Property, Textile, Hotels and Resorts, Financial services and Healthcare) spread across Mauritius, Africa and Asia with 30,000 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 11.8bn (USD 345M) as at 30 June 2017 and a consolidated audited turnover of MUR 20.26bn (USD 578M) for its financial year ended 30 June 2017, CIEL is one of the largest listed Mauritian companies.

For more information, visit www.cielgroup.com

CIEL Annual Report 2017 Website: http://annual-report.cielgroup.com/2017

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# Appendix

## UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST HALF-YEAR ENDED 31 DECEMBER 2017

### CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

| | THE GROUP | | | |
|---|---|---|---|---|
| | Half year ended | | Quarter ended | |
| | 31 Dec 2017 | 31 Dec 2016 | 31 Dec 2017 | 31 Dec 2016 |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| **Revenue** | 11,447,699 | 10,043,531 | 5,972,807 | 5,157,784 |
| Earnings Before Interests, Taxation, Depreciation and Amortisation (EBITDA) | 1,516,525 | 1,544,377 | 1,114,838 | 1,061,846 |
| Depreciation and amortisation | (566,825) | (440,405) | (285,213) | (221,693) |
| Earnings before Interests and Taxation | 949,700 | 1,103,972 | 829,625 | 840,153 |
| Finance costs | (366,095) | (296,418) | (179,076) | (159,863) |
| Share of results of joint ventures net of tax | 120,109 | 60,422 | 96,116 | 39,633 |
| Share of results of associates net of tax | 48,721 | 74,372 | 22,120 | 20,345 |
| | 752,435 | 942,348 | 768,785 | 740,268 |
| Non-recurring items* | - | (124,138) | - | (71,833) |
| Profit before taxation | 752,435 | 818,210 | 768,785 | 668,435 |
| Taxation | (146,984) | (147,457) | (138,103) | (99,330) |
| **Profit for the period** | 605,451 | 670,753 | 630,682 | 569,105 |
| Profit attributable to: | | | | |
| Owners of the Parent | 284,493 | 268,244 | 296,353 | 257,138 |
| Non controlling interests | 320,958 | 402,509 | 334,329 | 311,967 |
| | 605,451 | 670,753 | 630,682 | 569,105 |
| Earnings per share MUR | 0.18 | 0.18 | 0.18 | 0.17 |
| Weighted average no. of ord shares for EPS Calculation (000) | 1,613,408 | 1,525,154 | 1,613,408 | 1,525,154 |

| | THE GROUP | | | |
|---|---|---|---|---|
| | Half year ended | | Quarter ended | |
| | 31 Dec 2017 | 31 Dec 2016 | 31 Dec 2017 | 31 Dec 2016 |
| **TOTAL COMPREHENSIVE INCOME** | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| Profit for the period | 605,451 | 670,753 | 630,682 | 569,105 |
| Other comprehensive income for the period | (368,486) | (95,910) | (194,465) | (114,051) |
| **Total comprehensive income for the period** | 236,965 | 574,843 | 436,217 | 455,054 |
| **Attributable to:** | | | | |
| Owners of the Parent | 118,333 | 213,992 | 210,819 | 213,244 |
| Non-controlling interests | 118,632 | 360,851 | 225,398 | 241,810 |
| | 236,965 | 574,843 | 436,217 | 455,054 |

* At 31 December 2016, non-recurring items relate to closure, marketing launch, restructuring, branding and transaction costs associated with Sun Limited

## CONDENSED STATEMENTS OF FINANCIAL POSITION

| | | THE GROUP | |
|---|---|---|---|
| | | 31 Dec 2017 | 30 June 2017 |
| **ASSETS** | | **MUR '000** | MUR '000 |
| Property, plant and equipment | | **24,051,791** | 24,086,146 |
| Investment properties | | **1,560,987** | 1,575,640 |
| Intangible assets | | **3,547,425** | 3,600,635 |
| Investment in Financial assets | | **6,563,357** | 6,430,010 |
| Leasehold rights and land prepayments | | **412,800** | 421,612 |
| Other non current assets | | **170,750** | 171,082 |
| Non-current assets | | **36,307,110** | 36,285,125 |
| Current assets | | **15,766,961** | 13,843,111 |
| Non-current assets classified as held for sale | | **19,693** | 49,812 |
| Total non specific banking assets | | **52,093,764** | 50,178,048 |
| Total specific banking assets | | **13,195,143** | 12,888,239 |
| **TOTAL ASSETS** | | **65,288,907** | 63,066,287 |
| **EQUITY AND LIABILITIES** | | | |
| **Capital and Reserves** | | | |
| Owners' interests | | **14,145,612** | 13,904,426 |
| Non controlling interest | | **10,107,010** | 9,759,140 |
| Current liabilities | | **11,212,125** | 10,556,426 |
| Non current liabilities | | **12,311,910** | 12,869,555 |
| Specific banking liabilities* | | **17,512,250** | 15,976,740 |
| **TOTAL EQUITY AND LIABILITIES** | | **65,288,907** | 63,066,287 |
| **NET ASSET VALUE PER SHARE** | **MUR** | **8.62** | 9.11 |
| **NO OF SHARES IN ISSUE** | **'000** | **1,640,603** | 1,526,878 |
| **NET INTEREST BEARING DEBT** | | **14,555,127** | 14,901,126 |
| **Gearing = Debt/(Debt+Equity)** | | **37.5%** | 38.6% |

* Specific banking liabilities relate to deposits from customers of BNI Madagascar

## CONDENSED STATEMENTS OF CASH FLOWS

| | THE GROUP | |
|---|---|---|
| | 31 Dec 2017 | 31 Dec 2016 |
| | **MUR '000** | MUR '000 |
| **Net cash from operating activities** | **2,750,021** | 1,343,555 |
| **Net cash (used in)/from investing activities** | **(1,430,299)** | (2,227,343) |
| **Net cash from financing activities** | **904,973** | 2,562,625 |
| Increase/(Decrease) in cash and cash equivalents | **2,224,695** | 1,678,837 |
| **Movement in cash and cash equivalents** | | |
| At 1 July | **3,978,471** | 3,186,477 |
| Increase | **2,224,695** | 1,678,837 |
| Effect of foreign exchange | **(494,813)** | (113,869) |
| At 31 December | **5,708,353** | 4,751,445 |
| Cash and cash equivalents: | | |
| Banking segment | **5,775,119** | 5,285,842 |
| Non banking segment | **(66,766)** | (534,397) |
| | **5,708,353** | 4,751,445 |

## CONDENSED STATEMENTS OF CHANGES IN EQUITY

| **THE GROUP** | **Owner's Interest Total** | Non-Controlling Interests | **Total Equity** |
|---|---|---|---|
| | **MUR '000** | MUR '000 | **MUR '000** |
| Balance at 1 July 2017 | 13,904,427 | 9,759,141 | 23,663,568 |
| Total comprehensive income for the period | 118,333 | 118,632 | 236,965 |
| Issue of shares | 818,876 | - | 818,876 |
| Issue of shares to non-controlling interest | - | 858,626 | 858,626 |
| Effect of change in ownership | (588,159) | (606,003) | (1,194,162) |
| Dividends | (114,843) | (20,159) | (135,002) |
| Other movements | 6,978 | (3,227) | 3,751 |
| **Balance at 31 December 2017** | **14,145,612** | 10,107,010 | **24,252,622** |
| Balance at 1 July 2016 | 13,834,269 | 9,749,787 | 23,584,056 |
| Total comprehensive income for the period | 213,993 | 360,851 | 574,844 |
| Effect of change in ownership | (10,752) | (10,398) | (21,150) |
| Issue of shares to non-controlling interest | - | 645 | 645 |
| Dividends | (106,762) | (154,298) | (261,060) |
| Other movements | (1,211) | (13,227) | (14,438) |
| **Balance at 31 December 2016** | **13,929,537** | **9,933,360** | **23,862,897** |