

CIEL INVESTMENT LIMITED AND ITS SUBSIDIARIES
UNAUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED DECEMBER 31, 2008

ABRIDGED INCOME STATEMENTS

	THE GROUP				THE COMPANY			
	Unaudited Quarter 31-Dec-08	Unaudited 9 months 31-Dec-08	Unaudited Quarter 31-Dec-07	Unaudited 9 months 31-Dec-07	Unaudited Quarter 31-Dec-08	Unaudited 9 months 31-Dec-08	Unaudited Quarter 31-Dec-07	Unaudited 9 months 31-Dec-07
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	61,896	237,981	88,875	265,075	79,850	190,334	64,048	165,359
Expenditure	(52,058)	(147,213)	(70,154)	(172,486)	(7,960)	(38,973)	(19,981)	(53,161)
Finance costs	(4,024)	(9,166)	(237)	(12,953)	(4,722)	(12,605)	(447)	(12,967)
Profit before exceptional items	5,814	81,602	18,484	79,636	67,168	138,756	43,620	99,231
Exceptional items	(11,403)	(10,704)	11,784	11,784	(19,749)	(58,858)	-	-
Profit after exceptional items	(5,589)	70,897	30,268	91,420	47,419	79,898	43,620	99,231
Share of results of joint ventures net of tax	(12,263)	(80,207)	(467)	(5,966)	-	-	-	-
Share of results of associates net of tax	(45,238)	253,436	12,045	149,470	-	-	-	-
Profit before taxation	(63,090)	244,126	41,846	234,924	47,419	79,898	43,620	99,231
Taxation	(1,381)	(10,998)	(3,988)	(13,678)	(1,273)	(3,692)	(6,106)	(10,180)
Profit for the period	(64,471)	233,128	37,858	221,246	46,146	76,206	37,514	89,051
Attributable to:								
Equityholders of the Company	(64,296)	234,498	38,509	221,673	46,146	76,206	37,514	89,051
Minority interests	175	1,370	651	427	-	-	-	-
	(64,471)	233,128	37,858	221,246	46,146	76,206	37,514	89,051
Earnings per share - basic	Cts (0.05)	0.19	0.03	0.20	0.04	0.06	0.03	0.08
Weighted average no. of ord shares (000) for EPS Calc	1,204,873	1,204,873	1,098,024	1,098,024	1,204,873	1,204,873	1,098,024	1,098,024

ABRIDGED BALANCE SHEETS AS AT

	THE GROUP		THE COMPANY	
	Unaudited 31-Dec-08	Audited 31-Mar-08	Unaudited 31-Dec-08	Audited 31-Mar-08
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Investments				
Investments in subsidiaries	-	-	1,381,823	1,562,143
Investments in joint ventures	357,975	231,709	477,354	281,460
Investments in associated companies	3,060,832	2,985,018	2,611,616	4,321,802
Investment in other equities	304,819	516,336	561,178	772,332
Investment properties	584,738	590,836	40,200	40,200
Deposits on investments	320,576	370,181	418,965	388,081
Other non current assets	708,489	537,677	13,600	26,847
Current assets	626,750	617,966	263,120	405,484
Total assets	5,964,179	5,849,723	5,767,856	7,798,349
EQUITY AND LIABILITIES				
Capital and reserves				
Shareholders' interests	5,241,412	5,406,118	5,470,279	7,600,848
Minority interest	2,461	2,141	-	-
Non current liabilities	208,857	74,641	-	-
Current liabilities	511,449	366,823	297,577	197,501
Total equity and liabilities	5,964,179	5,849,723	5,767,856	7,798,349
Net asset value per share	4.35	4.49	4.54	6.31

STATEMENT OF CHANGES IN EQUITY

THE GROUP	Revaluation, fair value and others reserves			Retained Earnings				Total
	Share Capital	Holding Company Joint Ventures & Subsidiaries	Associated Companies	Holding Company Joint Ventures & Subsidiaries	Associated Companies	Sub Total	Minority Interest	
Balance at April 1, 2008	2,174,237	213,411	606,415	1,300,108	1,111,947	5,406,118	2,141	5,408,259
Exchange reserve movement during the period	-	-	-	-	(1,367)	(1,367)	-	(1,367)
Profit of associated companies	-	-	-	-	173,229	173,229	-	173,229
Holding Company and subsidiaries profit for the period	-	-	-	186,030	-	186,030	-	186,030
Profit retained by minority	-	-	-	-	-	-	(1,370)	(1,370)
Dividends	-	-	-	(36,147)	(124,761)	(160,908)	-	(160,908)
Hedge Accounting reserves	-	29,717	-	-	-	29,717	-	29,717
Revaluation of investment and other reserves movement	-	(305,567)	(92,148)	-	6,308	(391,407)	1,690	(389,717)
Balance as at December 31, 2008	2,174,237	(62,439)	514,267	1,449,991	1,165,356	5,241,412	2,461	5,243,873
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at April 1, 2007	484,221	711,181	359,049	1,700,466	881,432	4,136,349	3,576	4,139,925
Exchange reserve movement during the period	-	-	2,277	-	(523)	1,754	-	1,754
Issue of share capital	1,205,795	-	-	-	-	1,205,795	-	1,205,795
Bonus issue	484,221	-	-	(484,221)	-	-	-	-
Profit of associated companies	-	-	-	-	149,470	149,470	-	149,470
Holding Company and subsidiaries profit for the period	-	-	-	103,353	-	103,353	-	103,353
Profit retained by minority	-	-	-	-	-	-	(427)	(427)
Dividends	-	-	-	(36,147)	(31,150)	(67,297)	-	(67,297)
Consolidation adjustment	-	-	(2,235)	-	2,014	(221)	-	(221)
Hedge Accounting reserves	-	(29,340)	-	-	-	(29,340)	-	(29,340)
Revaluation of investment and other reserves movement	-	793,914	-	-	(7,947)	785,967	158	786,125
Balance as at December 31, 2007	2,174,237	1,475,755	359,091	1,283,451	993,296	6,285,830	3,307	6,289,137

ABRIDGED CASH FLOW STATEMENTS

	THE GROUP		THE COMPANY	
	Unaudited Period ended 31-Dec-08	Unaudited Period ended 31-Dec-07	Unaudited Period ended 31-Dec-08	Unaudited Period ended 31-Dec-07
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash from operating activities	171,367	4,600	246,571	149,377
Net cash (used in) / from investing activities	(184,745)	(1,054,771)	(226,189)	(1,071,345)
Net cash from/(used in) financing activities	42,913	1,243,895	(84,341)	1,205,795
Increase / (decrease) in cash and cash equivalents	29,535	193,724	(63,959)	283,827
Movement in cash and cash equivalents				
At April 1, 2008 / April 1, 2007	468,968	494,986	298,836	190,837
Increase / (decrease)	29,535	193,724	(63,959)	283,827
At December 31, 2008 / December 31, 2007	498,503	688,710	234,877	474,664
Cash and cash equivalents being:	Rs'000	Rs'000	Rs'000	Rs'000
Deposits at call	234,767	352,449	234,767	474,049
Cash in transit	241,668	325,607	-	-
Cash at bank and in hand	24,470	13,332	110	845
	500,905	691,388	234,877	474,894
	(2,402)	(2,678)	-	(230)
Less Bank overdraft	498,503	688,710	234,877	474,664

Financial Highlights

CIEL Investment Limited's ("CIL" or "the Company") Net Asset Value (NAV) per share stood at Rs 4.54 as at December 31, 2008. This represents a 13.5% decrease on the Net Asset Value (NAV) per share as at September 30, 2008 of Rs 5.25 and a fall of 28.1% from the March 31, 2008 NAV of Rs 6.31. The Semdex fell by 24.5% and 36.7% respectively for the corresponding periods. The current bearish mood on the local Stock Exchange together with signs of economic slowdown in the hospitality sector have greatly affected the portfolio valuation.

CIL's Group quarterly results have been affected by the performance of its associated undertakings operating in the hotel industry. CIL has incorporated the results of associates for the quarter ending September 2008, which is the low season for our local hotel industry.

Group attributable profit for the nine months ended December 31, 2008 was Rs 234.5m compared to Rs 221.7m for the same period last year.

Dividend

The Board has declared an interim dividend of 3 cts per share on December 30, 2008. (November 2007 Interim dividend - 3 cts per share). The dividend was paid on the February 4, 2009.

By order of the Board

CIEL Corporate Services Ltd
Secretaries

February 12, 2009

The abridged quarterly financial statements of CIEL Investment Limited are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended March 31, 2008.

Copies of the quarterly report are available, free of charge, at the registered office of the Company, 5th Floor, Ebene Skies, Rue de l'Institut, Ebene.

These abridged quarterly financial statements are issued pursuant to DEM rule 17 and the Securities Act 2005.

The statement of direct and indirect interests of Insiders, pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, is available free of charge, at the registered office of the Company.

The Board of Directors of CIEL Investment Limited accepts full responsibility for the accuracy of the information contained in this report.

THE COMPANY	Share Capital	Retained Earnings	Hedge Reserve	Fair value Reserves	Total
Balance at April 1, 2008	2,174,237	757,328	(38,333)	4,707,616	7,600,848
Profit for the period	-	76,206	-	-	76,206
Dividend	-	(36,147)	-	-	(36,147)
Hedge Accounting reserves	-	-	29,717	-	29,717
Revaluation of investment and other reserves movement	-	-	-	(2,200,345)	(2,200,345)
Balance as at December 31, 2008	2,174,237	797,387	(8,616)	2,507,271	5,470,279
Balance at April 1, 2007	484,221	1,152,410	-	3,868,455	5,505,086
Issue of shares	1,205,795	-	-	-	1,205,795
Bonus issue	484,221	(484,221)	-	-	-
Profit for the period	-	89,051	-	-	89,051
Dividend	-	(36,147)	-	-	(36,147)
Hedge Accounting reserves	-	-	(29,340)	-	(29,340)
Revaluation of investment and other reserves movement	-	-	-	1,214,328	1,214,328
Balance as at December 31, 2007	2,174,237	721,093	(29,340)	5,082,783	7,948,773