

CIEL INVESTMENT LIMITED AND ITS SUBSIDIARIES
AUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2009

ABRIDGED INCOME STATEMENTS

	THE GROUP		THE COMPANY	
	Audited 31-Mar-09	Audited 31-Mar-08	Audited 31-Mar-09	Audited 31-Mar-08
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	291,650	356,019	288,355	311,286
Expenditure	(208,292)	(242,323)	(58,627)	(80,030)
Finance costs	(13,216)	(14,945)	(18,159)	(13,720)
Profit before exceptional items	70,142	98,751	211,569	217,536
Exceptional items	(37,539)	15,473	(57,628)	-
Profit after exceptional items	32,603	114,224	153,941	217,536
Share of results of joint ventures net of tax	(4,927)	(8,737)	-	-
Share of results of associates net of tax	276,526	341,550	-	-
Profit before taxation	304,202	447,037	153,941	217,536
Taxation	(11,664)	(11,071)	(4,754)	(7,910)
Profit for the year	292,538	435,966	149,187	209,626
Attributable to:				
Equityholders of the Company	291,625	436,235	149,187	209,626
Minority interests	913	(269)	-	-
	292,538	435,966	149,187	209,626
Earnings per share - basic	Rs 0.24	0.39	0.12	0.19
Dividend per share	Rs		0.08	0.10
Weighted average no. of ord shares (000) for EPS Calc	1,204,873	1,124,664	1,204,873	1,124,664

ABRIDGED BALANCE SHEETS AS AT

	THE GROUP		THE COMPANY	
	Audited 31-Mar-09	Audited 31-Mar-08	Audited 31-Mar-09	Audited 31-Mar-08
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Investments				
Investments in subsidiary companies	-	-	981,477	1,562,143
Investments in joint ventures	745,107	231,709	1,040,713	281,460
Investments in associated companies	3,199,114	2,985,018	2,379,140	4,321,802
Investment in other financial assets	187,596	516,336	299,659	772,332
Investment properties	718,936	590,836	40,200	40,200
Deposits on investment	300,656	370,181	407,544	388,081
Other non current assets	597,868	537,677	7,800	26,847
Current assets	189,942	617,966	77,608	405,484
Total assets	5,939,219	5,849,723	5,234,141	7,798,349
EQUITY AND LIABILITIES				
Capital and reserves				
Shareholders' interests	5,532,486	5,406,118	5,093,399	7,600,848
Minority interest	2,803	2,141	-	-
Non current liabilities	214,750	74,641	-	-
Current liabilities	189,180	366,823	140,742	197,501
Total equity and liabilities	5,939,219	5,849,723	5,234,141	7,798,349
Net asset value per share	Rs 4.59	4.49	4.23	6.31

STATEMENT OF CHANGES IN EQUITY

THE GROUP	Revaluation, fair value and others reserves			Retained Earnings			Minority Interest	Total	
	Share Capital	Holding Company Joint Ventures & Subsidiaries		Associated Companies	Sub Total	Minority Interest			Total
		Rs'000	Rs'000						
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	
Revaluation of investments during the year	-	(119,778)	-	-	-	(119,778)	-	(119,778)	
Fair value release on reclassification of investment	-	(124)	-	-	-	(124)	-	(124)	
Profit retained by associated companies	-	-	-	-	167,270	167,270	-	167,270	
Holding company, joint ventures and subsidiaries profit for the year	-	-	-	124,355	-	124,355	-	124,355	
Profit retained by minority	-	-	-	-	-	-	913	913	
Cash flow hedge	-	41,802	-	-	-	41,802	-	41,802	
Dividends	-	-	-	(36,146)	-	(36,146)	-	(36,146)	
Joint ventures reserve movements	-	(16,722)	-	(4,519)	-	(21,241)	-	(21,241)	
Associated reserve movements	-	-	(9,541)	-	7,210	(2,331)	-	(2,331)	
Transfer from investment in other financial assets to associates	-	(213,298)	48,124	-	165,174	-	-	-	
Other movements	-	(192)	-	4,053	(31,300)	(27,439)	(251)	(27,690)	
Balance as at March 31, 2009	2,174,237	(94,901)	644,998	1,387,851	1,420,301	5,532,486	2,803	5,535,289	
Balance at April 1, 2007	484,221	711,181	359,049	1,700,466	881,432	4,136,349	3,138	4,139,487	
Issue of shares	1,205,795	-	-	-	-	1,205,795	-	1,205,795	
Bonus issue	484,221	-	-	(484,221)	-	-	-	-	
Revaluation of investments during the year	-	29,707	-	-	-	29,707	-	29,707	
Fair value release on reclassification of investment	-	3,333	-	-	-	3,333	-	3,333	
Profit retained by associated companies	-	-	-	-	230,426	230,426	-	230,426	
Holding company, joint ventures and subsidiaries profit for the year	-	-	-	205,809	-	205,809	-	205,809	
Movement - transfer to associates	-	(493,599)	343,058	-	-	(150,541)	-	(150,541)	
Profit retained by minority	-	-	-	-	-	-	(269)	(269)	
Cash flow hedge	-	(38,333)	-	-	-	(38,333)	-	(38,333)	
Dividends	-	-	-	(120,487)	-	(120,487)	-	(120,487)	
Associated reserve movements	-	-	(95,692)	-	-	(95,692)	-	(95,692)	
Other movements	-	1,122	-	(1,459)	89	(248)	(728)	(976)	
Balance as at March 31, 2008	2,174,237	213,411	606,415	1,300,108	1,111,947	5,406,118	2,141	5,408,259	

ABRIDGED CASH FLOW STATEMENTS

	THE GROUP		THE COMPANY	
	Audited 31-Mar-09	Audited 31-Mar-08	Audited 31-Mar-09	Audited 31-Mar-08
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash from operating activities	114,233	54,399	230,880	176,251
Net cash used in investing activities	(566,336)	(1,275,699)	(409,129)	(1,237,900)
Net cash from/(used in) financing activities	21,400	1,196,989	(120,487)	1,169,649
Increase/(decrease) in cash and cash equivalents	(430,703)	(24,311)	(298,736)	108,000
Movement in cash and cash equivalents				
At April 1, 2008 / April 1, 2007	468,968	493,279	298,837	190,837
Increase / (decrease)	(430,703)	(24,311)	(298,736)	108,000
At March 31, 2009 / March 31, 2008	38,265	468,968	101	298,837
Cash and cash equivalents being:				
Deposits at call	1,302	297,962	1,525	297,962
Cash in transit	21,489	136,007	-	-
Cash at bank and in hand	18,870	42,439	924	875
	41,661	476,408	2,449	298,837
Less Bank overdraft	(3,396)	(7,440)	(2,348)	-
	38,265	468,968	101	298,837

Financial Highlights

CIEL Investment Limited's ("CIL" or "the Company") Net Asset Value (NAV) per share stood at Rs 4.23 as at March 31, 2009. This represents a 32.9% decrease on the NAV per share as at March 31, 2008 of Rs 6.31. This compares favorably with the fall of the Semdex (43%) over the corresponding period. The fall in values was generally spread across the portfolio although the investments in the tourism sector, which represent a high portion of the portfolio, were more severely affected.

Group attributable profit for the financial year ended March 31, 2009 was Rs 291.6m compared to last year's corresponding results of Rs 436.2m; a fall of Rs 144.6m. This resulted from a fall in contribution of Rs 125.6m being the combination of a number of events, notably, a reduction of the profit from associated and joint-venture companies for Rs 61.2m, the fall in interest receivable Rs 22m as excess capital was invested during the year and a couple of exceptional charges Rs 37m whilst expenses fell by Rs 34.0m.

The year was also marked by further investments of Rs 409m at Company level as the funds raised during the previous year's rights issue were invested. The main investments were in Bank One Limited (Rs 231.8m), Anahita Residences & Villas Limited (Rs 108.8m) and General Construction Company Ltd (Rs 62.3m). There were no major disposals during the year.

Into 2010, despite the challenging global and regional economic environment, the investments made during the last two years are showing resilience and poised to perform well once normal economic conditions resume.

By order of the Board

CIEL Corporate Services Ltd
Secretaries

June 22, 2009

The annual financial statements are issued pursuant to DEM rule 18 and the Securities Act 2005.

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

Copies of the Audited Financial Statements are available, free of charge, upon request from the Company Secretary, 5th Floor, Ebène Skies, Rue de l'Institut, Ebène.

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, upon request from the Company Secretary, 5th Floor, Ebène Skies, Rue de l'Institut, Ebène.

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
Fair value adjustment	-	-	-	(2,662,168)	(2,662,168)
Release to income on disposal of available-for-sale securities	-	-	-	(124)	(124)
Profit for the year	-	149,187	-	-	149,187
Dividends	-	(36,146)	-	-	(36,146)
Cash flow hedge	-	-	41,802	-	41,802
Balance as at March 31, 2009	2,174,237	870,369	3,469	2,045,324	5,093,399
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)	-	-	-
Fair value adjustment	-	-	-	835,828	835,828
Fair value released on reclassification of available-for-sale securities	-	-	-	3,333	3,333
Profit for the year	-	209,626	-	-	209,626
Dividends	-	(120,487)	-	-	(120,487)
Cash flow hedge	-	-	(38,333)	-	(38,333)
Balance as at March 31, 2008	2,174,237	757,328	(38,333)	4,707,616	7,600,848