

**CIEL TEXTILE AND ITS SUBSIDIARIES**  
**ABRIDGED AUDITED CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED JUNE 30, 2008**

**BALANCE SHEETS AS AT JUNE 30, 2008**

	THE GROUP		THE COMPANY	
	2008 Audited Rs'000	2007 Audited Rs'000	2008 Audited Rs'000	2007 Audited Rs'000
<b>ASSETS EMPLOYED</b>				
<b>Non current assets</b>				
Property, plant and equipment	2,052,245	2,036,375	1,117,416	1,122,514
Investments and others	148,003	138,535	1,122,062	1,122,062
	<b>2,200,248</b>	2,174,910	<b>1,239,478</b>	1,244,576
<b>Current assets</b>	<b>3,815,502</b>	3,628,915	<b>826,218</b>	453,489
	<b>6,015,750</b>	5,803,825	<b>2,065,696</b>	1,698,065
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital	685,865	685,865	685,865	685,865
Reserves	1,482,607	1,450,021	1,10,099	109,821
Shareholders' interests	2,168,472	2,135,886	795,964	795,686
Minority interests	106,857	78,531	-	-
Redeemable preference share capital	448,937	448,937	-	-
	<b>2,724,266</b>	2,663,354	<b>795,964</b>	795,686
<b>Non current liabilities</b>	<b>302,226</b>	627,836	<b>30,907</b>	263,276
<b>Current liabilities</b>	<b>2,989,258</b>	2,512,635	<b>1,238,825</b>	639,103
	<b>6,015,750</b>	5,803,825	<b>2,065,696</b>	1,698,065

**INCOME STATEMENTS FOR THE YEAR ENDED JUNE 30, 2008**

	THE GROUP		THE COMPANY	
	2008 Audited Rs'000	2007 Audited Rs'000	2008 Audited Rs'000	2007 Audited Rs'000
Turnover	6,523,232	6,545,145	55,994	44,000
<b>Operating Profit</b>	<b>211,256</b>	586,648	<b>55,999</b>	45,348
Net Finance Costs	(111,200)	(105,443)	392	(107)
Share of Profit of Associates	10,062	14,620	-	-
<b>Profit before Exceptional Items</b>	<b>110,118</b>	477,825	<b>56,391</b>	45,241
Exceptional Items	19,296	(12,362)	-	-
<b>Profit before Taxation</b>	<b>129,414</b>	465,463	<b>56,391</b>	45,241
Taxation	(2,678)	(4,257)	(119)	(3,632)
<b>Profit for the year</b>	<b>126,736</b>	461,206	<b>56,272</b>	41,609
<b>Attributable to:-</b>				
Equity Holders of the parent	114,422	448,445	-	-
Minority Interests	12,314	12,761	-	-
	<b>126,736</b>	461,206		
<b>Earnings per Share</b>				
Earnings attributable to equity holders (Rs '000)	114,422	448,445	-	-
Number of shares in issue during the year ('000)	101,808	101,808	-	-
Earnings per share (Rs/cs)	1.12	4.40	-	-

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2008**

THE GROUP	Attributable to equity holders of the company						Total Rs'000
	Share Capital	Revaluation and Other Reserves	Retained Earnings	Sub Total	Minority Interest	Redeemable Preference Share Capital	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	
At July 01, 2007	685,865	451,838	998,183	2,135,886	78,531	448,937	2,663,354
Issue of shares	-	-	-	-	17,325	-	17,325
Consolidation adjustments	-	-	(4,420)	(4,420)	-	-	(4,420)
Exchange differences	-	36,455	(59,398)	(22,943)	(1,313)	-	(24,256)
Net unrealised gains	-	3,721	-	3,721	-	-	3,721
Profit for the year	-	-	114,422	114,422	12,314	-	126,736
Preference dividend payable	-	-	(7,290)	(7,290)	-	-	(7,290)
Dividends	-	-	(50,904)	(50,904)	-	-	(50,904)
<b>At June 30, 2008</b>	<b>685,865</b>	<b>492,014</b>	<b>990,593</b>	<b>2,168,472</b>	<b>106,857</b>	<b>448,937</b>	<b>2,724,266</b>
At July 01, 2006	685,865	353,706	628,245	1,667,816	75,538	447,908	2,191,262
Issue of preference shares	-	-	-	-	-	1,029	1,029
Intergroup balance not previously revaluated	-	53,037	-	53,037	-	-	53,037
Associate now recognised as subsidiary	-	-	-	-	7,022	-	7,022
Consolidation adjustment	-	-	(1,325)	(1,325)	(582)	-	(1,907)
Exchange differences	-	139	(13,979)	(13,840)	227	-	(13,613)
Increase in stake in subsidiary	-	-	-	-	(12,436)	-	(12,436)
Share of reserves in associate	-	448	-	448	-	-	448
Movement for the year	-	44,508	-	44,508	-	-	44,508
Profit for the year	-	-	448,445	448,445	12,761	-	461,206
Preference dividend payable	-	-	(22,480)	(22,480)	(3,999)	-	(26,479)
Dividends	-	-	(40,723)	(40,723)	-	-	(40,723)
<b>At June 30, 2007</b>	<b>685,865</b>	<b>451,838</b>	<b>998,183</b>	<b>2,135,886</b>	<b>78,531</b>	<b>448,937</b>	<b>2,663,354</b>

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2008**

THE COMPANY	Share Capital	Revaluation Reserves	Retained Earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
At July 01, 2007	685,865	109,797	24	795,686
Profit for the year	-	-	56,272	56,272
Preference dividend payable	-	-	(5,090)	(5,090)
Dividends	-	-	(50,904)	(50,904)
<b>At June 30, 2008</b>	<b>685,865</b>	<b>109,797</b>	<b>302</b>	<b>795,964</b>
At July 01, 2006	685,865	109,797	3,211	798,873
Profit for the year	-	-	41,609	41,609
Preference dividend payable	-	-	(4,073)	(4,073)
Dividends	-	-	(40,723)	(40,723)
<b>At June 30, 2007</b>	<b>685,865</b>	<b>109,797</b>	<b>24</b>	<b>795,686</b>

**STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2008**

	THE GROUP		THE COMPANY	
	2008 Audited Rs'000	2007 Audited Rs'000	2008 Audited Rs'000	2007 Audited Rs'000
Net cash from operating activities	190,152	485,332	123,413	39,445
Net cash (used in) / from investing activities	(214,216)	(286,240)	78	481
Net cash used in financing activities	(176,429)	(114,931)	(143,845)	(57,311)
(Decrease)/Increase in cash and cash equivalents	(200,493)	84,161	(20,354)	(17,385)
At July 01,	(360,165)	(444,326)	15,961	(33,346)
Cash and cash equivalents acquired through business combinations	82,687	-	-	-
<b>At June 30,</b>	<b>(477,971)</b>	(360,165)	<b>(4,393)</b>	15,961

**Financial Results**

The Group's profit after taxation fell from Rs 461.2m last year to Rs 126.7m this year. As reported in our half yearly results to 31st December, the Group anticipated a difficult second semester for the financial year ended June 30, 2008 as a result of the appreciation of the Mauritian Rupee from November 2007, the increases in energy and wages, and a soft order book on the account of the various crisis and recessions occurring in our main markets.

**Outlook**

The soft market situation is likely to persist over the next 18 to 24 months, resulting in an oversupply and aggressive pricing by worldwide competitors, thus putting profitability under enormous pressure.

While the Group is rationalising its regional operations, it is also looking for growth opportunities in Asia.

Despite the negative external factors affecting turnover and profitability, the Group is investing in customer relationships, key staff and know-how so as to keep on improving levels of customer satisfaction and operational effectiveness.

**For and on behalf of the Board of Directors**  
**CIEL Corporate Services Ltd**

September 29, 2008

Copies of the abridged financial statements are available to the public free of charge at the registered office of the Company, 12th floor Swan Group Centre, Intendance Street, Port Louis.

The above abridged audited financial statements for the financial year ended June 30, 2008 are in compliance with International Financial Reporting Standards (IFRS).

The annual financial statements are issued pursuant to DEM rule 18.

The Board of Directors accepts full responsibility for the accuracy of the information contained in this communiqué.