

CIEL Limited - Unaudited financial performance for the first quarter ended 30 September 2014



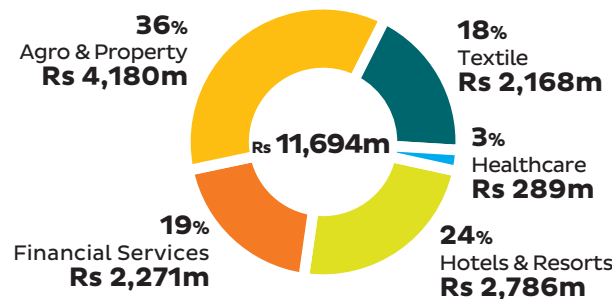
CIEL Limited, ("the Company"/"CIEL"), formerly known as Deep River Investment Limited ("DRI") is the company with and into which CIEL Investment Limited ("CIL") has been amalgamated effective as from 24 January 2014.

The unaudited "comparative" figures of the Company and the Group for the quarter ended 30 September 2014 presented herewith are those of DRI and are therefore not comparable with those of the current quarter, which are those of CIEL Limited.

Investment Portfolio Update

- The Group sold its 20% stake in Constance Hotels Services Limited resulting into a net profit on disposal of Rs 177m at Company level
- CIEL increased its stake in The Medical & Surgical Centre Limited through CIEL Healthcare Limited triggering a mandatory offer under the Securities (Takeover) Rules 2010

Investment Portfolio Allocation as at 30 September 2014



Group Profit / (Loss) before exceptional items and tax

	UNAUDITED 30 Sep 2014	UNAUDITED 30 Sep 2013	PROFORMA 30 Sep 2013
Textile	234	61	200
Agro & Property	39	112	108
Hotels & Resorts	(206)	(38)	(303)
Finance	207	12	190
Healthcare	3	1	4
CIEL - Holding Company	(23)	(16)	(16)
Group Elimination	(2)	(7)	(10)
Profit before exceptionals	252	125	173

For information purpose an unaudited proforma breakdown of the profit before exceptional items and tax has been prepared using the Group structure in place as at 30 June 2014. Constance Hotels (20% stake) which has been disposed of during the quarter has been excluded from the above proforma.

	THE GROUP Rs'000	THE COMPANY Rs'000
As at 30 September 2014		
Net borrowings (Debt)	6,670,991	189,793
Owners' Interest (Equity)	12,204,813	11,506,031
Gearing = Debt/(Debt + Equity)	35.3%	1.6%

Cluster Highlights

Textile

- Increased profitability in the quarter under review due to improved performance of the woven cluster
- Drop in knitwear cluster's results is forecasted in the second semester due to anticipated lower sales volume

Agro & Property

- Decreasing sugar prices and lower production volume locally, due to timing difference in cane supply, affected the financial performance of Alteo Limited
- Tanzanian operations posted 20% year-on-year increase in turnover compared to the corresponding quarter as a result of higher sales volume despite lower prices
- Ongoing review of regional projects with Kenya's investment expected to be completed before the end of December 2014

Hotels & Resorts

- Occupancy rate at Sun Resorts Limited ("SRL") improving to 67.4% compared to 54.8% in the year-ago period with commercial position benefitting from new pricing strategy
- SRL's Revenue Per Available Room and Group Revenue both showing year-on-year growth, up 18.2% and 23% respectively
- The acquisition of 50% stake in Anahita Hotel Ltd which owns the Four Seasons Resort Mauritius for Rs 926.4m (excluding transaction costs) will be submitted to the shareholders of SRL for approval at a Special Meeting to be held on 1 December 2014

Financial Services

- BNI Madagascar SA posted a good performance during the quarter with 11% year-on-year increase in Profit Before Tax
- Bank One and MITCO, fiduciary services, posted encouraging results for the quarter under review

Healthcare

- The Medical & Surgical Centre Limited (private hospital) improved its performance compared to the same quarter last year
- CIEL Healthcare Limited continues to review its deal pipeline for investment in the Sub-Saharan region
- Laboratoire International de Bio Analyse Ltée (LIBA), newly incorporated associate (35% owned by CIEL), started operations in its own laboratories in mid-September 2014

By Order of the Board

CIEL Corporate Services Ltd
Company Secretary

14 November 2014

BRN : C06000717

Communication: communication@cielgroup.com

Investor Relations: investorrelations@cielgroup.com

Quarterly Key Figures

GROUP CONSOLIDATED REVENUE

Rs 4.2bn

GROUP PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX

Rs 252m

Rs 10.8bn

MARKET CAPITALISATION

as at 30 September 2014, i.e. Rs 7.10 per share

CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	UNAUDITED As at 30 Sep 2014	AUDITED As at 30 Jun 2014	UNAUDITED As at 30 Sep 2014	AUDITED As at 30 Jun 2014
ASSETS	Rs'000	Rs'000	Rs'000	Rs'000
Property, plant and equipment	14,229,397	14,262,323	-	-
Investment properties	1,083,636	1,083,451	-	-
Intangible assets	1,898,183	1,841,872	-	-
Investment in Financial assets	5,262,685	5,185,280	11,694,365	11,273,881
Deposits on investment	7,000	18,926	56,811	66,105
Leasehold rights and land prepayments	191,289	194,715	-	-
Other non current assets	265,014	303,597	40,912	-
Current assets	12,091,963	11,945,339	226,312	149,478
Non-current assets classified as held for sale	46,960	462,907	-	414,275
Total non specific banking assets	35,076,127	35,298,410	12,018,400	11,903,739
Total specific banking assets	8,068,536	8,781,633	-	-
TOTAL ASSETS	43,144,663	44,080,043	12,018,400	11,903,739
EQUITY AND LIABILITIES				
Capital and reserves				
Owners' interests	12,204,813	12,085,283	11,506,031	10,981,323
Non controlling interest	6,785,784	5,821,590	-	-
Current liabilities	7,452,051	7,971,179	504,369	914,416
Non current liabilities	5,137,502	5,679,545	8,000	8,000
Specific banking liabilities	11,564,513	12,522,446	-	-
TOTAL EQUITY AND LIABILITIES	43,144,663	44,080,043	12,018,400	11,903,739
NET ASSET VALUE PER SHARE	Rs	8.02	7.95	7.56
NO OF SHARES IN ISSUE	000	1,521,084	1,521,084	1,521,084

UNAUDITED 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
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at 1 July 2014	4,246,423	39,233	(270,999)	2,229,945	5,840,681	12,085,283	5,821,590	17,906,873
Total comprehensive income for the period	-	-	-	55,632	62,194	117,826	99,334	217,160
Other movements	-	-	-	2,631	(927)	1,704	864,860	866,564
Balance at 30 September 2014	4,246,423	39,233	(270,999)	2,288,208	5,901,948	12,204,813	6,785,784	18,990,597
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	-	-	-	(22,104)	233,076	210,972	-	210,972
Share buy back	-	-	(271,078)	-	-	(271,078)	-	(271,078)
Balance at 30 September 2013	822,665	-	(271,078)	3,604,132	2,228,186	6,383,905	-	6,383,905
Balance at 1 July 2014	4,246,423	39,233	(270,999)	4,499,099	2,467,567	10,981,323	-	10,981,323
Total comprehensive income for the period	-	-	-	368,506	153,571	522,077	-	522,077
Employee share option scheme	-	-	-	2,631	-	2,631	-	2,631
Balance at 30 September 2014	4,246,423	39,233	(270,999)	4,870,236	2,621,138	11,506,031	-	11,506,031
Balance at 1 July 2013	822,665	-	-	2,732,616	313,841	3,869,122	-	3,869,122
Total comprehensive income for the period	-	-	-	255,692	(15,817)	239,875	-	239,875
Share buy back	-	-	(271,078)	-	-	(271,078)	-	(271,078)
Balance at 30 September 2013	822,665	-	(271,078)	2,988,308	298,024	3,837,919	-	3,837,919

UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Quarter ended 30 Sep 2014	Quarter ended 30 Sep 2013	Quarter ended 30 Sep 2014	Quarter ended 30 Sep 2013
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	4,234,034	50	3,573	50
Earnings Before Interests, Taxation, Depreciation and Amortisation (EBITDA)	476,264	(11,064)	(19,642)	(11,064)
Depreciation and amortisation	(172,969)	-	-	-
Earnings Before Interests and Taxation	303,295	(11,064)	(19,642)	(11,064)
Finance costs	(100,183)	(4,745)	(3,650)	(4,745)
Share of results of joint ventures net of tax	19,491	-	-	-
Share of results of associates net of tax	29,625	140,853	-	-
252,228	125,044	(23,292)	(15,809)	
Exceptional items*	(76,562)	-	176,863	-
Profit / (loss) before taxation	175,666	125,044	153,571	(15,809)
Taxation	(30,400)	(8)	-	(8)
Profit/ (loss) for the period	145,266	125,036	153,571	(15,817)
Other comprehensive income for the period	71,894	85,937	368,506	255,692
Total comprehensive income for the period	217,160	210,973	522,077	239,875
Profit/ (loss) attributable to:				
Owners of the Parent	62,194	125,036	153,571	(15,817)
Non controlling interests	83,072	-	-	-
145,266	125,036	153,571	(15,817)	
Total comprehensive income attributable to:				
Owners of the Parent	117,826	210,973	522,077	239,875
Non-controlling interests	99,334	-	-	-
217,160	210,973	522,077	239,875	
Earnings/ (loss) per share	Rs	0.04	0.15	0.10
Weighted average no. of ord shares for EPS Calculation	000	1,521,084	822,665	1,521,084

* Exceptional item at Group level relates to restructuring, branding and costs associated with Sun Resorts' transaction with Shangri-La. At Company level, it relates to the profit on disposal of the 20% stake in Constance Hotel Services Limited.

UNAUDITED CONDENSED STATEMENT OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Quarter ended 30 Sep 2014	Quarter ended 30 Sep 2013	Quarter ended 30 Sep 2014	Quarter ended 30 Sep 2013
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash from operating activities	64,866	82,328	108,863	82,328
Net cash from/ (used in) investing activities	216,996	(139,411)	377,885	(139,411)
Net cash from/ (used in) financing activities	153,251	(353,345)	(152,108)	(353,345)
Increase/(Decrease) in cash and cash equivalents	435,113	(410,427)	334,640	(410,427)
Movement in cash and cash equivalents				
At 1 July	3,520,181	(45,790)	(500,513)	(45,790)
Increase/ (Decrease)	435,113	(410,427)	334,640	(410,427)
At 30 September	3,955,294	(456,217)	(165,873)	(456,217)
Cash and cash equivalents	4,455,080	-	-	-
Banking segment	(499,786)	(456,217)	(165,873)	(456,217)
Non banking segment	3,955,294	(456,217)	(165,873)	(456,217)