

CONDENSED STATEMENTS OF FINANCIAL POSITION - MARCH 31, 2014

	THE GROUP		THE COMPANY	
	Unaudited 31 Mar 14	Audited 30 Jun 13	Unaudited 31 Mar 14	Audited 30 Jun 13
	Rs'000	Rs'000 Restated	Rs'000	Rs'000 Restated
ASSETS EMPLOYED				
Non-current assets				
Property, plant and equipment	16,520,089	16,420,306	11,697,707	11,609,836
Land-projects	5,853	5,853	-	-
Investment properties	1,722,672	1,722,677	1,845,607	1,845,607
Intangible assets	21,588	-	33,400	33,400
Investment in subsidiary companies	-	-	8,469,254	8,420,643
Investment in associated companies	46,411	46,392	37,677	37,677
Investment in joint ventures	604,598	985,420	851,553	1,043,206
Investment in available-for-sale financial assets	112,699	139,605	91,120	117,632
Bearer biological assets	575,847	552,678	350,172	317,968
Deferred expenditure and other non current receivables	1,087,624	915,120	771,336	752,649
	20,697,381	20,788,051	24,147,826	24,178,618
Current assets	5,065,262	4,642,496	1,667,395	1,724,413
Total assets	25,762,643	25,430,547	25,815,221	25,903,031
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	8,991,595	8,991,595	8,991,595	8,991,595
Revaluation and other reserves	4,304,126	4,335,360	11,280,205	11,232,410
Retained earnings	2,574,634	2,552,732	2,030,647	2,092,815
Shareholders' interests	15,870,355	15,879,687	22,302,447	22,316,820
Loans	55,951	55,951	-	-
Non-controlling interests	2,443,736	2,286,838	-	-
	18,370,042	18,222,476	22,302,447	22,316,820
Non-current liabilities				
Borrowings	2,471,394	2,628,198	1,291,694	1,383,495
Deferred tax liabilities	965,248	819,996	-	-
Deferred income	67,330	59,780	-	-
Retirement benefit obligations	666,056	677,476	468,336	449,314
	4,170,028	4,185,450	1,760,030	1,832,809
Current liabilities	3,222,573	3,022,621	1,752,744	1,753,402
Total equity and liabilities	25,762,643	25,430,547	25,815,221	25,903,031

CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE PERIOD ENDED MARCH 31, 2014

	THE GROUP				THE COMPANY			
	Unaudited 3 Months to 31 Mar 14	Unaudited 3 Months to 31 Mar 13	Unaudited 9 Months to 31 Mar 14	Unaudited 9 Months to 31 Mar 13	Unaudited 3 Months to 31 Mar 14	Unaudited 3 Months to 31 Mar 13	Unaudited 9 Months to 31 Mar 14	Unaudited 9 Months to 31 Mar 13
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000
TURNOVER	873,601	1,066,636	4,522,753	5,041,914	(31,935)	24,042	1,067,445	957,634
(Loss)/Profit before finance costs	(79,951)	106,782	1,107,782	1,709,508	(134,838)	45,373	136,310	512,419
Finance costs	(55,901)	(67,949)	(201,118)	(234,393)	(36,006)	(51,076)	(121,588)	(142,136)
Share of results of joint ventures	19,347	86,130	48,950	96,093	-	-	-	-
Share of results of associates	(26,911)	3,222	4,950	7,428	-	-	-	-
Profit on disposal of land	56,098	-	56,098	59,856	56,098	-	56,098	-
(Loss) on disposal of investment	-	(20,050)	(212,348)	(20,000)	-	-	(55,211)	-
Gain on fair value remeasurement from associate to subsidiary	-	-	-	46,636	-	-	-	-
(Loss)/Profit before tax	(87,319)	108,135	804,314	1,665,128	(114,746)	(5,703)	15,609	370,283
Taxation	(87,760)	(130,556)	(275,944)	(407,668)	27,350	2,652	33,695	7,955
(Loss)/Profit for the period	(175,078)	(22,421)	528,368	1,257,460	(87,396)	(3,051)	49,304	378,238
Attributable to:								
Owners of the parent	(231,182)	(65,330)	130,559	713,742	(87,396)	(3,051)	49,304	378,238
Non-Controlling interests	56,104	42,909	397,809	543,718	-	-	-	-
	(175,078)	(22,421)	528,368	1,257,460	(87,396)	(3,051)	49,304	378,238
DATA PER SHARE								
EARNINGS PER SHARE - Rs	(0.73)	(0.20)	0.41	2.24	(0.27)	(0.01)	0.15	1.19
NET ASSETS PER SHARE - Rs	-	-	49.83	46.49	-	-	70.03	64.28
NUMBER OF SHARES USED IN CALCULATION 000	318,492	318,492	318,492	318,492	318,492	318,492	318,492	318,492

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED MARCH 31, 2014

	THE GROUP				THE COMPANY			
	Unaudited 3 Months to 31 Mar 14	Unaudited 3 Months to 31 Mar 13	Unaudited 9 Months to 31 Mar 14	Unaudited 9 Months to 31 Mar 13	Unaudited 3 Months to 31 Mar 14	Unaudited 3 Months to 31 Mar 13	Unaudited 9 Months to 31 Mar 14	Unaudited 9 Months to 31 Mar 13
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000
(Loss)/Profit for the period	(175,078)	(22,421)	528,368	1,257,460	(87,396)	(3,051)	49,304	378,238
Other comprehensive income:								
Fair value on available-for-sale financial assets	(2,930)	(149)	(6,943)	(14,650)	1,617	2,263	(6,715)	(11,304)
Fair value on investment in joint venture	-	-	-	-	-	-	54,510	-
Currency translation difference	(49,932)	(8,178)	(61,473)	12,308	-	-	-	-
Movement in reserves of associates and joint ventures	3,658	11,320	(12,905)	(448)	-	-	-	-
Other comprehensive income for the period	(49,204)	2,993	(81,319)	(2,790)	1,617	2,263	47,795	(11,304)
Total comprehensive income for the period	(224,282)	(19,428)	447,048	1,254,670	(85,779)	(788)	97,099	366,934
Total comprehensive income attributable to:								
Owners of the parent	(255,927)	(64,420)	83,725	704,161	(85,779)	(788)	97,099	366,934
Non-Controlling interests	31,645	44,992	363,323	550,509	-	-	-	-
	(224,282)	(19,428)	447,048	1,254,670	(85,779)	(788)	97,099	366,934

Financial Results

Group turnover for the 9 months to 31 March 2014 stood at Rs4,523M (2013: Rs5,042M). In Tanzania, a record sugar production of 101,000 tonnes was achieved. However, competition from sugar imports, as a consequence of the low world sugar price, continued to put downward pressure on sales volume and price, both being reduced by 9% when compared to the same 9-month period last year.

Results of our local sugar operations were adversely affected by a price reduction from Rs16,500 per tonne to Rs16,000 per tonne in the quarter. The impact of the price revision over the full annual production accruing to Alteo Limited has been recognised in the quarter, hence the negative turnover at company level.

Our property operations continued to post improved results with the sale of additional serviced plots at Anahita materialising in the quarter.

Group profit after tax for the 9 months stood at Rs528M (2013: Rs1,257M). The difference with the results for the same period last year is mainly attributable to (i) exceptional gains of Rs156M recognised in the previous financial year; (ii) the exceptional accounting loss of Rs225M recognised in the current financial year following the disposal of a 50% shareholding in Novelle Limited; (iii) a 10% reduction in sugar prices in Mauritius resulting in a drop of Rs151M in Group turnover to date, and (iv) a loss of Rs104M on the fair value of consumable biological assets in Mauritius, mainly explained by the price reduction referred to above, as opposed to a gain of Rs73M over the same period last year.

On 24 March 2014, the closure of Deep River-Beau Champ Milling Limited and the milling of the sugarcane from its factory area by Alteo Milling Limited was approved by the Ministry of Agro-Industry and Food Security. At that date, a liability of Rs386M, representing the compensation costs linked to the closure, was booked by Alteo Milling Limited and posted to the Group's balance sheet. Out of this amount, Rs205M will be funded by the Sugar Reform Trust Fund.

Prospects
Sugar and Energy

In view of the seasonality of the Group's sugar cane growing and sugar milling operations in Mauritius, most of the revenues for the financial year have already been accrued to date which implies that the profitability relating to these activities for the full financial year is expected to be lower. Energy operations should, for their part, achieve a break-even position in the last quarter as a result of reduced margins on coal burning and annual maintenance costs being incurred. On the other hand, the sugar refining activities should show improved results for the full year as the refinery is now back in full capacity production mode.

SEGMENTAL INFORMATION FOR THE PERIOD ENDED MARCH 31, 2014

	THE GROUP			
	Unaudited 3 Months to 31 Mar 14	Unaudited 3 Months to 31 Mar 13	Unaudited 9 Months to 31 Mar 14	Unaudited 9 Months to 31 Mar 13
	Rs 000	Rs 000	Rs 000	Rs 000
Segment revenue				
Sugar cane growing and sugar milling	491,270	579,324	3,193,252	3,666,459
Power generation	250,878	234,884	813,162	811,655
Refinery	55,432	58,694	238,762	239,020
Property development	64,603	156,882	135,181	156,882
Others	56,617	68,231	271,096	261,074
Inter entities	(45,199)	(31,379)	(128,699)	(93,176)
Total revenue	873,601	1,066,636	4,522,753	5,041,914
Geographical revenue				
Mauritius	340,939	515,497	3,022,882	3,230,084
Tanzania	532,662	551,139	1,499,872	1,811,830
Total revenue	873,601	1,066,636	4,522,753	5,041,914
Segment results				
Sugar cane growing and sugar milling	(198,760)	(68,020)	331,125	845,700
Power generation	(43,319)	(66,336)	135,455	157,994
Refinery	(4,266)	4,861	94,878	108,821
Property development	(20,408)	(26,955)	(78,042)	(139,443)
Profit on disposal of land	56,098	-	56,098	59,856
Disposal/impairment of investments	-	(20,050)	(212,348)	(20,000)
Gain on fair value remeasurement from associate to subsidiary	-	-	-	46,636
Inter entities	34,701	54,248	109,551	38,754
Others	8,441	10,480	37,751	55,620
	(167,513)	(111,772)	474,468	1,153,938
Share of results of associates	(26,911)	3,222	4,950	7,428
Share of results of joint ventures	19,347	86,129	48,950	96,094
(Loss)/Profit after tax	(175,078)	(22,421)	528,368	1,257,460
Geographical results				
Mauritius	(310,791)	(165,843)	77,245	684,975
Tanzania	135,713	143,422	451,123	572,485
(Loss)/Profit after tax	(175,078)	(22,421)	528,368	1,257,460

CONDENSED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED MARCH 31, 2014

	THE GROUP		THE COMPANY	
	Unaudited 31 Mar 14	Unaudited 31 Mar 13	Unaudited 31 Mar 14	Unaudited 31 Mar 13
	Rs 000	Rs 000	Rs 000	Rs 000
Net cash flow from operating activities	1,250,288	873,588	57,406	108,853
Net cash flow (used in)/from investing activities	(540,746)	220,872	153,027	(15,598)
Net cash flow used in financing activities	(779,059)	(606,366)	(399,899)	(169,789)
Net (decrease)/increase in cash and cash equivalents	(69,517)	488,094	(189,466)	(76,534)
Cash and cash equivalents at July 1, 2013	(143,950)	(263,694)	54,780	(182,184)
Amalgamation adjustment	-	(246,422)	-	(134,134)
Cash and cash equivalents at Mar 31, 2014	(213,467)	(22,022)	(134,686)	(392,852)

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2014

THE GROUP	Attributable to owners of the parent				Loans	Non-Controlling Interests	Total equity
	Share Capital	Revaluation and other Reserves	Retained Earnings	Total			
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2013	8,991,595	4,579,042	2,541,162	16,111,799	55,951	2,322,890	18,490,640
Prior year adjustment	-	(243,682)	11,570	(232,112)	-	(36,052)	(268,164)
As restated	8,991,595	4,335,360	2,552,732	15,879,687	55,951	2,286,838	18,222,476
Total comprehensive income for the year	-	(46,834)	130,559	83,725	-	363,323	447,048
Movement in reserves	-	15,600	2,320	17,920	-	(57,024)	(39,104)
Dividends	-	-	(111,472)	(111,472)	-	(150,176)	(261,648)
Consolidation adjustments	-	-	495	495	-	776	1,270
Balance at March 31, 2014	8,991,595	4,304,126	2,574,634	15,870,355	55,951	2,443,736	18,370,042
Balance at July 1, 2012	1,869,867	3,699,571	1,644,222	7,213,660	44,488	1,488,797	8,746,945
Prior year adjustment	-	(122,172)	4,962	(117,210)	-	(27,230)	(144,440)
As restated	1,869,867	3,577,399	1,649,184	7,096,450	44,488	1,461,567	8,602,505
Total comprehensive income for the year	-	(9,581)	713,742	704,161	-	550,509	1,254,670
Loan received	-	-	-	-	7,267	-	7,267
Loan repayment	-	-	-	-	(5,628)	-	(5,628)
Movement in reserves	-	-	221,586	221,586	-	-	221,586
Dividends	-	-	(95,548)	(95,548)	-	(333,701)	(429,249)
Amalgamation Adjustment	7,121,728	174,648	(598,551)	6,697,825	-	617,995	7,315,820
Balance at March 31, 2013	8,991,59						