

# AUDITED FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2017

A detailed review is available on the Company's website at : [www.cielgroup.com/financial-review](http://www.cielgroup.com/financial-review)

## CIEL posts 11% increase in Net Asset Value per Share and maintains profit attributable to ordinary shareholders in the financial year ended 30 June 2017

<b>GROUP CONSOLIDATED REVENUE</b> ▲ <b>20.26</b> 9% MUR bn MUR 18.53 bn - 30 June 2016	<b>GROUP EBITDA</b> ▲ <b>2,860</b> 5% MUR M MUR 2,736 M - 30 June 2016	<b>GROUP PROFIT AFTER TAX</b> ▼ <b>1,144</b> 3% MUR M MUR 1,182 M - 30 June 2016	<b>PROFIT ATTRIBUTABLE TO OWNERS OF THE PARENT</b> ▲ <b>479</b> 0.4% MUR M MUR 477 M - 30 June 2016	<b>COMPANY NAV PER SHARE</b> ▲ <b>9.37</b> 11% MUR MUR 8.47 - 30 June 2016	<b>DIVIDEND PER SHARE</b> ▲ <b>0.20</b> 11% MUR MUR 0.18 - 30 June 2016
---	---	---	--	---	--

### CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

THE GROUP		30 June 2017	30 June 2016
		MUR '000	MUR '000
<b>Revenue</b>		<b>20,258,331</b>	18,532,552
Earnings Before Interests, Taxation, Depreciation and Amortisation (EBITDA)		2,859,779	2,735,617
Depreciation and amortisation		(969,471)	(749,554)
Earnings before Interests and Taxation		1,890,308	1,986,063
Finance costs		(644,938)	(555,110)
Share of results of joint ventures net of tax		140,181	146,998
Share of results of associates net of tax		104,258	56,254
		1,489,809	1,634,205
Non-recurring items*		(56,786)	(298,990)
Profit before taxation		1,433,023	1,335,215
Taxation		(288,932)	(153,281)
<b>Profit for the year</b>		<b>1,144,091</b>	1,181,934
Profit attributable to:			
Owners of the Parent		479,258	477,150
Non controlling interests		664,833	704,784
		1,144,091	1,181,934
Earnings per share	MUR	0.31	0.31
Weighted average no. of ord shares for EPS Calculation	(000)	1,525,360	1,523,354
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>1,144,091</b>	1,181,934
Other comprehensive income for the year		(81,974)	60,746
<b>Total comprehensive income for the year</b>		<b>1,062,117</b>	1,242,680
Attributable to:			
Owners of the Parent		385,518	425,803
Non-controlling interests		676,599	816,877
		1,062,117	1,242,680

\* At 30 June 2017, non-recurring items relate to closure, marketing launch, restructuring, branding and transaction costs associated with Sun Limited and The Medical & Surgical Centre Limited, increase in fair value of investment properties and impairment of investment.

### CONDENSED STATEMENTS OF FINANCIAL POSITION

THE GROUP		30 June 2017	30 June 2016
		MUR '000	MUR '000
<b>ASSETS</b>			
Non-current assets		36,285,125	33,973,198
Current assets		13,843,111	13,477,756
Non-current assets classified as held for sale		49,812	19,693
Total non specific banking assets		50,178,048	47,470,647
Total specific banking assets		12,888,239	9,813,208
<b>TOTAL ASSETS</b>		<b>63,066,287</b>	57,283,855
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Owners' interests		13,904,426	13,834,269
Non controlling interest		9,759,140	9,749,787
Current liabilities		10,556,426	13,432,684
Non current liabilities		12,689,555	7,000,077
Specific banking liabilities*		15,976,740	13,267,038
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>63,066,287</b>	57,283,855
<b>NET ASSET VALUE PER SHARE</b>	MUR	9.11	9.07
<b>NO OF SHARES IN ISSUE</b>	'000	1,526,878	1,525,040
<b>NET INTEREST BEARING DEBT</b>		14,901,126	13,242,130
<b>Gearing = Debt/(Debt+Equity)</b>		38.6%	36.0%

\* Specific banking liabilities relate to deposits from customers of BNI Madagascar

### CONDENSED STATEMENTS OF CASH FLOWS

THE GROUP		30 June 2017	30 June 2016
		MUR '000	MUR '000
<b>Net cash from operating activities</b>		1,505,512	1,219,902
<b>Net cash (used in) investing activities</b>		(2,927,153)	(3,191,461)
<b>Net cash from financing activities</b>		2,200,107	2,478,734
Increase in cash and cash equivalents		778,466	507,175
<b>Movement in cash and cash equivalents</b>			
At 1 July		3,186,477	2,550,088
Increase		778,466	507,175
Effect of foreign exchange		13,528	129,214
At 30 June		3,978,471	3,186,477
Cash and cash equivalents:			
Banking segment		4,054,294	4,516,564
Non banking segment		(75,823)	(1,330,087)
		3,978,471	3,186,477

### CONDENSED STATEMENTS OF CHANGES IN EQUITY

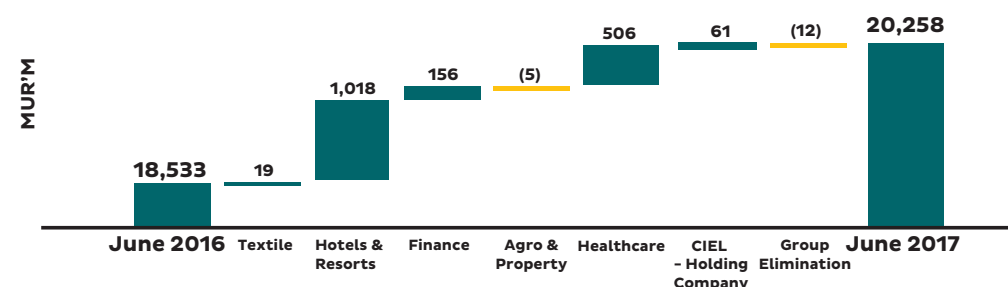
THE GROUP	Owner's Interest Total	Non-Controlling Interests	Total Equity
	MUR '000	MUR '000	MUR '000
Balance at 1 July 2016	13,834,269	9,749,787	23,584,056
Total comprehensive income for the year	385,518	676,599	1,062,117
Issue of shares to non-controlling interest	-	2,683	2,683
Purchase of treasury shares	-	(7,784)	(7,784)
Effect of change in ownership	2,306	(22,965)	(20,659)
Dividends	(305,255)	(601,812)	(907,067)
Other movements	(12,412)	(37,368)	(49,780)
<b>Balance at 30 June 2017</b>	<b>13,904,426</b>	<b>9,759,140</b>	<b>23,663,566</b>
Balance at 1 July 2015	13,654,188	8,390,208	22,044,396
- prior year adjustment	53,728	36,134	89,862
- as restated	13,707,916	8,426,342	22,134,258
Total comprehensive income for the year	425,803	816,877	1,242,680
Issue of shares	-	999,185	999,185
Redemption of preference shares	-	(47,310)	(47,310)
Effect of change in ownership	(36,319)	36,319	-
Dividends	(274,380)	(483,829)	(758,209)
Other movements	11,249	2,203	13,452
<b>Balance at 30 June 2016</b>	<b>13,834,269</b>	<b>9,749,787</b>	<b>23,584,056</b>

The above audited condensed statements for the year ended 30 June 2017 have been prepared in compliance with International Financial Reporting Standards and have been audited by Messrs BDO & Co. Chartered Accountants. The audited condensed financial statements are issued pursuant to the listing rule 12.14 and the Securities Act 2005. The Board of Directors of CIEL Limited accepts full responsibility for the accuracy of the information contained in this report. Copies of the audited condensed 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.

### STRATEGIC ACHIEVEMENTS

- Re-opening of Kanuhura Resort and Spa, Maldives - Sun Limited ('SUN') in December 2016
- Further expansion of the Healthcare cluster with the acquisition of Wellkin Hospital in January 2017
- Stake in CIEL Textile Limited ('CTL') increased from 56.31% to 88.48% in August 2017 following the Voluntary Takeover Scheme announced in April 2017
- Successful implementation of SUN's refinancing plan with a MUR 5bn multi-currency note issue and an additional MUR 1.86bn raised through a rights issue and a private placement; CIEL's majority share ownership reduced to 50.10% in August 2017
- A bridge finance of MUR 1.2bn short-term notes rated as CARE MAU A1+ by CARE Ratings announced in June 2017

### MOVEMENT IN GROUP CONSOLIDATED REVENUE



### GROUP EBITDA & PROFIT AFTER TAX

In MUR 'M	YEAR	TEXTILE	HOTELS & RESORTS	FINANCE	AGRO & PROPERTY	HEALTHCARE	CIEL HOLDING COMPANY	GROUP ELIMINATION	TOTAL
<b>EBITDA</b>	2017	1,015	919	789	60	134	372	(429)	<b>2,860</b>
	2016	1,153	714	791	29	174	256	(381)	<b>2,736</b>
<b>PAT</b>	2017	562	(121)	636	370	(194)	311	(420)	<b>1,144</b>
	2016	704	(378)	792	183	69	314	(502)	<b>1,182</b>

Group revenue for the year increased by 9% to MUR 20.26bn and Earnings Before Interest, Tax, Depreciation and Amortisation ('EBITDA') saw a 5% rise to MUR 2,860M while EBITDA margin remained stable at 14%.

The main cluster highlights for the full financial year are as follows:

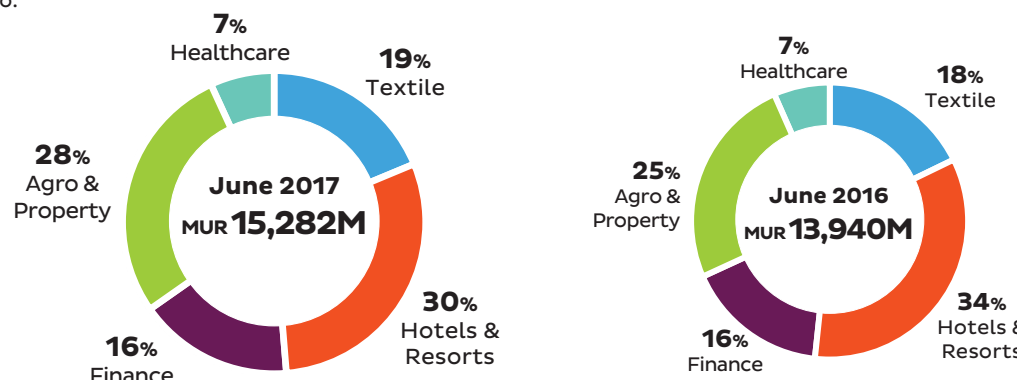
- The Woven segment continues to perform well and remains the major contributor to CTL's Group profits. The development of the Indian Knits operations has weighed on the Textile's results while the Knitwear segment experienced a difficult year on account of the restructuring of its manufacturing base, lower sales volumes and margins predominantly on the UK market.
- In the Hotels & Resorts cluster, SUN has completed the renovation of all its hotels and is starting to reap the benefits of the rate positioning as well as the full year availability of Shangri La's Le Touessrok and Four Seasons Anahita luxury resorts. The re-opening of Kanuhura Resort and Spa, Maldives and the two-month closure of La Pirogue have however slowed down SUN's progress during the financial year June 2017. Non-recurring closure costs are expected to recede completely this current year, thus allowing SUN to progress towards a sustainable growth.
- The Finance cluster continues to deliver good results as new processes and strategies are implemented across the banking sector - BNI Madagascar S.A. ('BNI') and Bank One and the cluster's fiduciary operations - MITCO Group. These helped compensate for the one-off exits recorded by the Group's private equity arm, Kibo Fund and the fair value gain on investment properties in BNI in 2016.
- The Agro & Property cluster posts a marked improvement over prior year primarily owing to the boost in the results of the sugar operations of Alteo Limited in the region mainly Tanzania and Kenya where sugar prices were higher than last year. Ferney Limited also recorded an increase in the fair value of land of MUR 226M in the financial year June 2017.
- The Healthcare cluster's results have been negatively affected by:
  - The first time consolidation of Wellkin Hospital ('Wellkin') within the Medical and Surgical Centre Limited ('MSCL') Group since January 2017. MSCL has engaged in the process of turning around Wellkin and generating synergies between the latter and Fortis Clinique Darné ('FCD');
  - The severe depreciation of the Nigerian Naira which has led to a MUR 138M impairment of the stake held in Hygeia Nigeria Limited.

Group Profit after Tax ('PAT') stood at MUR 1.14bn (2016: MUR 1.18bn). Group Profit attributable to ordinary shareholders was maintained at MUR 479M (2016: MUR 477M) for the year under review.

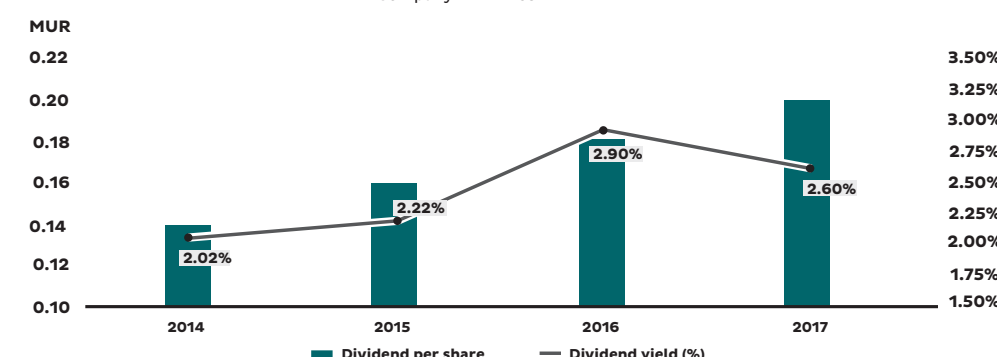
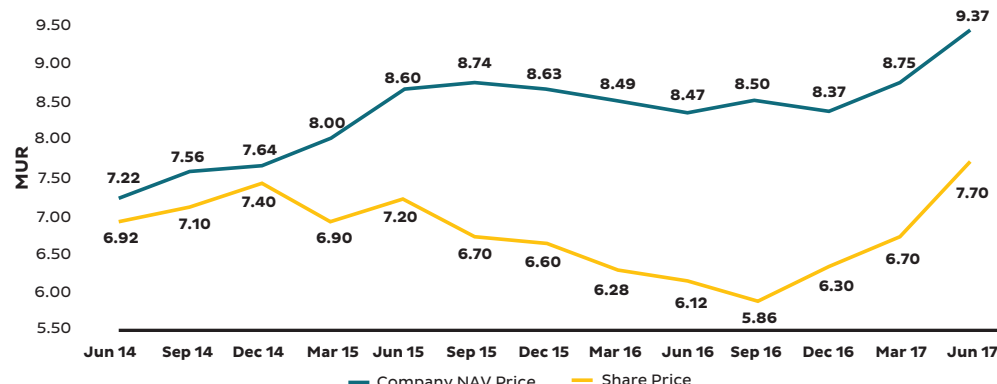
Following several years of substantial investments in strengthening the Group's operational and asset base, management continues to focus on generating an improved EBITDA and profitability.

### COMPANY INVESTMENT PORTFOLIO OVERVIEW

The Net Asset Value ('NAV') of the Company stands at MUR 9.37, up 11 percentage points from MUR 8.47 in 2016 reflecting the increased contributions from the Textile, Finance and Agro and Property clusters to the Company's portfolio.



### Growth of 11% in Net Asset Value per share over the last 12 months to June 2017 with Share Price discount to Net Asset Value reduced to 18%



By order of the Board

**CIEL Corporate Services Ltd**  
Secretaries

29 September 2017

BRN: C06000717

For more information, contact us on:  
[investorrelations@cielgroup.com](mailto:investorrelations@cielgroup.com)

**CIEL LIMITED** - A Mauritian-based investment group with interest in five sectors, namely Textile, Hotels & Resorts, Financial Services, Agro & Property and Healthcare.