

**CIEL TEXTILE LIMITED AND ITS SUBSIDIARIES**  
**CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018**

**CONDENSED INCOME STATEMENTS**

	THE GROUP			
	Half Year ended Dec 31, 2018 UNAUDITED	Half Year ended Dec 31, 2017 UNAUDITED	Quarter ended Dec 31, 2018 UNAUDITED	Quarter ended Dec 31, 2017 UNAUDITED
	Rs '000	Rs '000	Rs '000	Rs '000
<b>Revenue</b>	<b>6,550,239</b>	<b>5,759,220</b>	<b>3,048,610</b>	<b>2,582,139</b>
<b>Earnings before interest, tax, depreciation and amortisation</b>	<b>570,742</b>	<b>438,806</b>	<b>235,730</b>	<b>220,486</b>
Depreciation and amortisation	(156,671)	(138,858)	(82,277)	(69,141)
<b>Earnings before interest and tax</b>	<b>414,071</b>	<b>299,948</b>	<b>153,453</b>	<b>151,345</b>
Net finance costs	(85,505)	(57,564)	(47,029)	(29,661)
<b>Profit before income tax</b>	<b>328,566</b>	<b>242,384</b>	<b>106,424</b>	<b>121,684</b>
Income tax expense	(51,794)	(27,238)	(28,946)	(16,486)
<b>Profit for the period</b>	<b>276,772</b>	<b>215,146</b>	<b>77,478</b>	<b>105,198</b>
<b>Attributable to:-</b>				
Owners of the Company	216,528	168,659	47,657	82,110
Non-Controlling Interests	60,244	46,487	29,821	23,088
	<b>276,772</b>	<b>215,146</b>	<b>77,478</b>	<b>105,198</b>
<b>Earnings per Share</b>				
Number of shares used in calculation ('000)	101,808	101,808	101,808	101,808
Earnings per Share (Rs/Cs)	2.13	1.66	0.47	0.81

**CONDENSED STATEMENTS OF COMPREHENSIVE INCOME**

	THE GROUP			
	Half Year ended Dec 31, 2018 UNAUDITED	Half Year ended Dec 31, 2017 UNAUDITED	Quarter ended Dec 31, 2018 UNAUDITED	Quarter ended Dec 31, 2017 UNAUDITED
	Rs '000	Rs '000	Rs '000	Rs '000
<b>Profit for the period</b>	<b>276,772</b>	<b>215,146</b>	<b>77,478</b>	<b>105,198</b>
<b>Other comprehensive income:</b>				
Amount recognised in cash flow hedge reserve net of deferred tax	10,479	(12,557)	22,725	(45,627)
Exchange differences on retranslation of foreign subsidiaries	(71,882)	(45,084)	24,131	(5,440)
<b>Other comprehensive (loss)/ income for the period</b>	<b>(61,403)</b>	<b>(57,641)</b>	<b>46,856</b>	<b>(51,067)</b>
<b>Total comprehensive income for the period</b>	<b>215,369</b>	<b>157,505</b>	<b>124,334</b>	<b>54,131</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	164,296	114,523	88,802	25,961
Non Controlling Interests	51,073	42,982	35,532	28,170
	<b>215,369</b>	<b>157,505</b>	<b>124,334</b>	<b>54,131</b>

**CONDENSED STATEMENTS OF FINANCIAL POSITION**

	THE GROUP	
	As at Dec 31, 2018 UNAUDITED	As at Jun 30, 2018 AUDITED
	Rs '000	Rs '000
<b>ASSETS EMPLOYED</b>		
<b>Non Current Assets</b>		
Property, Plant and Equipment	4,186,371	4,129,861
Investments and Others	100,216	82,136
	<b>4,286,587</b>	<b>4,211,997</b>
<b>Current Assets</b>	<b>6,532,557</b>	<b>6,669,243</b>
<b>TOTAL ASSETS</b>	<b>10,819,144</b>	<b>10,881,240</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Share Capital	685,865	685,865
Revaluation and Other Reserves	559,123	611,355
Retained Earnings	3,085,328	2,996,059
Total attributable to owners of the Company	<b>4,330,316</b>	<b>4,293,279</b>
Non Controlling Interests	<b>336,380</b>	<b>322,807</b>
<b>Total Equity</b>	<b>4,666,696</b>	<b>4,616,086</b>
<b>Non Current Liabilities</b>	<b>668,877</b>	<b>528,193</b>
<b>Current Liabilities</b>	<b>5,483,571</b>	<b>5,736,961</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>10,819,144</b>	<b>10,881,240</b>
<b>Interest Bearing Debt</b>	<b>3,688,627</b>	<b>3,471,213</b>
<b>Debt to Capital employed</b>	<b>44%</b>	<b>43%</b>
<b>Net Assets Value per Share</b>	<b>42.53</b>	<b>42.17</b>

**CONDENSED STATEMENTS OF CASH FLOWS**

	THE GROUP	
	Half Year ended Dec 31, 2018 UNAUDITED	Half Year ended Dec 31, 2017 UNAUDITED
	Rs '000	Rs '000
Net Cash generated from Operating Activities	249,183	431,211
Net Cash used in Investing Activities	(273,333)	(211,813)
Net Cash generated from/(used in) Financing Activities	120,057	(320,070)
<b>Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>95,907</b>	<b>(100,672)</b>
Opening Cash and Cash Equivalents	(692,185)	(373,363)
<b>Closing Cash and Cash Equivalents</b>	<b>(596,278)</b>	<b>(474,035)</b>

**CONDENSED SEGMENTAL RESULTS - BY CLUSTER**

THE GROUP	Half Year ended Dec 31, 2018			Half Year ended Dec 31, 2017		
	Knitwear and Knits UNAUDITED	Woven UNAUDITED	Total UNAUDITED	Knitwear, Knits and Retail UNAUDITED	Woven UNAUDITED	Total UNAUDITED
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
<b>Revenue</b>	<b>2,834,834</b>	<b>3,715,405</b>	<b>6,550,239</b>	<b>2,696,186</b>	<b>3,063,034</b>	<b>5,759,220</b>
<b>Earnings before interest and tax</b>	<b>111,938</b>	<b>302,133</b>	<b>414,071</b>	<b>86,354</b>	<b>213,594</b>	<b>299,948</b>
Net finance costs	(46,732)	(38,773)	(85,505)	(32,971)	(24,593)	(57,564)
<b>Profit before income tax</b>	<b>65,206</b>	<b>263,360</b>	<b>328,566</b>	<b>53,383</b>	<b>189,001</b>	<b>242,384</b>
Income tax expense	(1,330)	(50,464)	(51,794)	(3,717)	(23,521)	(27,238)
<b>Profit after taxation</b>	<b>63,876</b>	<b>212,896</b>	<b>276,772</b>	<b>49,666</b>	<b>165,480</b>	<b>215,146</b>
Non-controlling interests	-	(60,244)	(60,244)	-	(46,487)	(46,487)
<b>Profit attributable to Owners of the Company</b>	<b>63,876</b>	<b>152,652</b>	<b>216,528</b>	<b>49,666</b>	<b>118,993</b>	<b>168,659</b>

THE GROUP	Quarter ended Dec 31, 2018			Quarter ended Dec 31, 2017		
	Knitwear and Knits UNAUDITED	Woven UNAUDITED	Total UNAUDITED	Knitwear, Knits and Retail UNAUDITED	Woven UNAUDITED	Total UNAUDITED
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
<b>Revenue</b>	<b>1,230,235</b>	<b>1,818,375</b>	<b>3,048,610</b>	<b>1,168,395</b>	<b>1,413,744</b>	<b>2,582,139</b>
<b>Earnings before interest and tax</b>	<b>(1,597)</b>	<b>155,050</b>	<b>153,453</b>	<b>14,060</b>	<b>137,285</b>	<b>151,345</b>
Net finance costs	(24,513)	(22,516)	(47,029)	(15,915)	(13,746)	(29,661)
<b>(Loss)/Profit before taxation</b>	<b>(26,110)</b>	<b>132,534</b>	<b>106,424</b>	<b>(1,855)</b>	<b>123,539</b>	<b>121,684</b>
Income tax credit/(expense)	3,251	(32,197)	(28,946)	(1,150)	(15,336)	(16,486)
<b>(Loss)/Profit for the period</b>	<b>(22,859)</b>	<b>100,337</b>	<b>77,478</b>	<b>(3,005)</b>	<b>108,203</b>	<b>105,198</b>
Non-controlling interests	-	(29,821)	(29,821)	-	(23,088)	(23,088)
<b>(Loss)/Profit attributable to Owners of the Company</b>	<b>(22,859)</b>	<b>70,516</b>	<b>47,657</b>	<b>(3,005)</b>	<b>85,115</b>	<b>82,110</b>

**CONDENSED STATEMENTS OF CHANGES IN EQUITY**

	THE GROUP					
	Share Capital	Revaluation and Other Reserves	Retained Earnings	Sub Total	Non Controlling Interests	Total
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
At July 01, 2018	685,865	611,355	2,996,059	<b>4,293,279</b>	322,807	<b>4,616,086</b>
Profit for the period	-	-	216,528	<b>216,528</b>	60,244	<b>276,772</b>
Other comprehensive income for the period	-	(52,232)	-	<b>(52,232)</b>	(9,171)	<b>(61,403)</b>
Ordinary Dividends	-	-	(127,259)	<b>(127,259)</b>	(37,500)	<b>(164,759)</b>
<b>At Dec 31, 2018</b>	<b>685,865</b>	<b>559,123</b>	<b>3,085,328</b>	<b>4,330,316</b>	<b>336,380</b>	<b>4,666,696</b>
At July 01, 2017	685,865	705,034	3,050,177	<b>4,441,076</b>	292,053	<b>4,733,129</b>
Profit for the period	-	-	168,659	<b>168,659</b>	46,487	<b>215,146</b>
Other comprehensive income for the period	-	(54,136)	-	<b>(54,136)</b>	(3,505)	<b>(57,641)</b>
Ordinary Dividends	-	-	(127,259)	<b>(127,259)</b>	-	<b>(127,259)</b>
<b>At Dec 31, 2017</b>	<b>685,865</b>	<b>650,898</b>	<b>3,091,577</b>	<b>4,428,340</b>	<b>335,035</b>	<b>4,763,375</b>

**Comments on the Condensed Unaudited Financial Statements for the half year ended 31 December 2018**

**Results**  
Group Turnover for the half year under review improved by 14% to Rs 6.6bn (2017: Rs 5.8bn), while profit after tax showed a marked improvement of 29% to reach Rs 276.8m (2017: Rs 215.1m).

The Woven Cluster's performance was the main contributor to these improved results with significant progress being achieved in its operations located in India and Madagascar. The Knits cluster witnessed a reduction in profitability with its manufacturing output being below expectations despite an improvement in the performance of its Indian factory. The Knitwear activities had a better semester compared to last year with the operations in Madagascar gaining momentum although not yet optimised.

**Outlook**

The international footprint gained by CIEL Textile over the years is protecting the Group's competitiveness and this, despite the high cost of the Mauritian manufacturing environment. The management team is focussed on enhancing the Group's productivity whilst strengthening its sales and marketing capabilities to move upmarket. This should ensure that the recent trends in the financial results are maintained despite the softer retail conditions on our main export markets.

By order of the Board

**CIEL Corporate Services Ltd**  
Secretaries

13 February 2019

The condensed financial statements of CIEL Textile Limited and all its subsidiaries are unaudited and have been prepared in accordance with International Financial Reporting Standards (IFRS). Copies of the report are available free of charge at the registered office of the Company, 5<sup>th</sup> Floor, Ebene Skies, Rue de l'Institut, Ebene. These unaudited condensed financial statements are issued pursuant to DEM Rule 17 and the Securities Act 2005. 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, at the registered office of the Company. The Board of Directors of CIEL Textile Limited accepts full responsibility for the accuracy of the information contained in the report.

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