

**CIEL TEXTILE LIMITED AND ITS SUBSIDIARIES**
**CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR 9 MONTHS AND QUARTER ENDED MARCH 31, 2019**
**CONDENSED INCOME STATEMENTS**

	THE GROUP			
	9 Months ended	9 Months ended	3 Months ended	3 Months ended
	Mar 31, 2019	Mar 31, 2018	Mar 31, 2019	Mar 31, 2018
UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
	Rs '000	Rs '000	Rs '000	Rs '000
<b>Revenue</b>	<b>9,361,894</b>	<b>8,116,442</b>	<b>2,811,655</b>	<b>2,357,222</b>
<b>Earnings before interest, tax, depreciation and amortisation</b>	<b>774,393</b>	<b>527,810</b>	<b>203,651</b>	<b>89,004</b>
Depreciation and amortisation	(233,093)	(204,877)	(76,422)	(66,019)
<b>Earnings before interest and income tax</b>	<b>541,300</b>	<b>322,933</b>	<b>127,229</b>	<b>22,985</b>
Net finance costs	(128,585)	(82,734)	(43,080)	(25,170)
<b>Profit/(Loss) before income tax</b>	<b>412,715</b>	<b>240,199</b>	<b>84,149</b>	<b>(2,185)</b>
Income tax expense	(66,196)	(29,280)	(14,402)	(2,042)
<b>Profit/(Loss) for the period</b>	<b>346,519</b>	<b>210,919</b>	<b>69,747</b>	<b>(4,227)</b>
<b>Attributable to:-</b>				
Owners of the Company	248,616	154,548	32,088	(14,111)
Non-Controlling Interests	97,903	56,371	37,659	9,884
	<b>346,519</b>	<b>210,919</b>	<b>69,747</b>	<b>(4,227)</b>
<b>Earnings per Share (Rs/Cs)</b>	<b>2.44</b>	<b>1.52</b>	<b>0.32</b>	<b>(0.14)</b>
Number of shares used in calculation ('000)	101,808	101,808	101,808	101,808

**CONDENSED STATEMENTS OF COMPREHENSIVE INCOME**

	THE GROUP			
	9 Months ended	9 Months ended	3 Months ended	3 Months ended
	Mar 31, 2019	Mar 31, 2018	Mar 31, 2019	Mar 31, 2018
UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
	Rs '000	Rs '000	Rs '000	Rs '000
<b>Profit/(Loss) for the period</b>	<b>346,519</b>	<b>210,919</b>	<b>69,747</b>	<b>(4,227)</b>
<b>Other comprehensive (loss)/income:</b>				
Amount recognised in cash flow hedge reserve net of deferred tax	(15,659)	(22,272)	(26,138)	(9,715)
Exchange differences on retranslation of foreign subsidiaries	(16,342)	(60,640)	55,540	(15,556)
<b>Other comprehensive (loss) / income for the period</b>	<b>(32,001)</b>	<b>(82,912)</b>	<b>29,402</b>	<b>(25,271)</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>314,518</b>	<b>128,007</b>	<b>99,149</b>	<b>(29,498)</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	218,484	80,019	54,188	(34,504)
Non Controlling Interests	96,034	47,988	44,961	5,006
	<b>314,518</b>	<b>128,007</b>	<b>99,149</b>	<b>(29,498)</b>

**CONDENSED STATEMENTS OF FINANCIAL POSITION**

	THE GROUP	
	As at	As at
	Mar 31, 2019	Jun 30, 2018
UNAUDITED	UNAUDITED	AUDITED
	Rs '000	Rs '000
<b>ASSETS EMPLOYED</b>		
<b>Non Current Assets</b>		
Property, Plant and Equipment	4,241,123	4,129,861
Investments and Others	117,574	82,136
	<b>4,358,697</b>	<b>4,211,997</b>
<b>Current Assets</b>	<b>6,383,283</b>	<b>6,669,243</b>
<b>TOTAL ASSETS</b>	<b>10,741,980</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	581,223	611,355
Retained Earnings	3,117,416	2,996,059
<b>Total attributable to the Owners of the company</b>	<b>4,384,504</b>	<b>4,293,279</b>
Non Controlling Interests	381,341	322,807
<b>Total Equity</b>	<b>4,765,845</b>	<b>4,616,086</b>
<b>Non Current Liabilities</b>	<b>682,869</b>	<b>528,193</b>
<b>Current Liabilities</b>	<b>5,293,266</b>	<b>5,736,961</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>10,741,980</b>	<b>10,881,240</b>
<b>Net Interest Bearing Debts</b>	<b>3,592,265</b>	<b>3,471,213</b>
<b>Debt to Capital Employed</b>	<b>43%</b>	<b>43%</b>
<b>Net Assets Value per Share (Rs.Cs)</b>	<b>43.07</b>	<b>42.17</b>

**CONDENSED STATEMENTS OF CASH FLOWS**

	THE GROUP	
	9 Months ended	9 Months ended
	Mar 31, 2019	Mar 31, 2018
UNAUDITED	UNAUDITED	
	Rs '000	Rs '000
Net Cash generated from Operating Activities	628,446	513,476
Net Cash used in Investing Activities	(426,429)	(328,530)
Net Cash used in Financing Activities	(223,520)	(80,232)
<b>(Decrease)/ Increase in Cash and Cash Equivalents</b>	<b>(21,503)</b>	<b>104,714</b>
Opening Cash and Cash Equivalents	(692,185)	(373,363)
<b>Closing Cash and Cash Equivalents</b>	<b>(713,688)</b>	<b>(268,649)</b>

**CONDENSED SEGMENTAL RESULTS - BY CLUSTER**

THE GROUP	9 Months ended Mar 31, 2019			9 Months ended Mar 31, 2018		
	Knitwear and Knits	Woven	Total	Knitwear, Knits and Retail	Woven	Total
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
<b>Revenue</b>	<b>3,834,960</b>	<b>5,526,934</b>	<b>9,361,894</b>	<b>3,507,776</b>	<b>4,608,666</b>	<b>8,116,442</b>
<b>Earnings before interest and tax</b>	<b>68,860</b>	<b>472,440</b>	<b>541,300</b>	<b>28,010</b>	<b>294,923</b>	<b>322,933</b>
Net finance costs	(71,241)	(57,344)	(128,585)	(46,489)	(36,245)	(82,734)
<b>(Loss)/Profit before income tax</b>	<b>(2,381)</b>	<b>415,096</b>	<b>412,715</b>	<b>(18,479)</b>	<b>258,678</b>	<b>240,199</b>
Income tax expense	5,654	(71,850)	(66,196)	(2,536)	(26,744)	(29,280)
<b>Profit/(Loss) for the period</b>	<b>3,273</b>	<b>343,246</b>	<b>346,519</b>	<b>(21,015)</b>	<b>231,934</b>	<b>210,919</b>
Non-controlling interests	-	(97,903)	(97,903)	-	(56,371)	(56,371)
<b>Profit/(Loss) attributable to Owners of the Company</b>	<b>3,273</b>	<b>245,343</b>	<b>248,616</b>	<b>(21,015)</b>	<b>175,563</b>	<b>154,548</b>

THE GROUP	Quarter ended Mar 31, 2019			Quarter ended Mar 31, 2018		
	Knitwear and Knits	Woven	Total	Knitwear, Knits and Retail	Woven	Total
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
<b>Revenue</b>	<b>1,000,126</b>	<b>1,811,529</b>	<b>2,811,655</b>	<b>811,590</b>	<b>1,545,632</b>	<b>2,357,222</b>
<b>Earnings before interest and tax</b>	<b>(43,078)</b>	<b>170,307</b>	<b>127,229</b>	<b>(58,344)</b>	<b>81,329</b>	<b>22,985</b>
Net finance costs	(24,509)	(18,571)	(43,080)	(13,518)	(11,652)	(25,170)
<b>(Loss)/Profit before income tax</b>	<b>(67,587)</b>	<b>151,736</b>	<b>84,149</b>	<b>(71,862)</b>	<b>69,677</b>	<b>(2,185)</b>
Income tax credit/ (expense)	6,984	(21,386)	(14,402)	1,181	(3,223)	(2,042)
<b>(Loss)/Profit for the period</b>	<b>(60,603)</b>	<b>130,350</b>	<b>69,747</b>	<b>(70,681)</b>	<b>66,454</b>	<b>(4,227)</b>
Non-controlling interests	-	(37,659)	(37,659)	-	(9,884)	(9,884)
<b>(Loss)/Profit attributable to Owners of the Company</b>	<b>(60,603)</b>	<b>92,691</b>	<b>32,088</b>	<b>(70,681)</b>	<b>56,570</b>	<b>(14,111)</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	4,293,279	322,807	4,616,086
Profit for the period	-	-	248,616	248,616	97,903	346,519
Other comprehensive loss for the period	-	(30,132)	-	(30,132)	(1,869)	(32,001)
Ordinary Dividends	-	-	(127,259)	(127,259)	(37,500)	(164,759)
<b>At March 31, 2019</b>	<b>685,865</b>	<b>581,223</b>	<b>3,117,416</b>	<b>4,384,504</b>	<b>381,341</b>	<b>4,765,845</b>
At July 01, 2017	685,865	705,034	3,050,177	4,441,076	292,053	4,733,129
Profit for the period	-	-	154,548	154,548	56,371	210,919
Other comprehensive loss for the period	-	(74,529)	-	(74,529)	(8,383)	(82,912)
Ordinary Dividends	-	-	(127,259)	(127,259)	-	(127,259)
<b>At March 31, 2018</b>	<b>685,865</b>	<b>630,505</b>	<b>3,077,466</b>	<b>4,393,836</b>	<b>340,041</b>	<b>4,733,877</b>

**Comments on the Condensed Unaudited Financial Statements for the 9 Months ended March 31, 2019**
**Results**

Group Turnover for the nine months period under review improved by 16% to Rs 9.4bn (2018: Rs 8.1bn) while profit after tax also improved by 64% to Rs 346.5m (2018: Rs 210.9m).

Woven Cluster's sales and operational performance both in the Region and in India were the main drivers towards the Group's improved results.

The Knits Cluster factory in India and the Knitwear automated factory in Madagascar continue to impact negatively the Group's profitability, although both operations reported reduced losses compared to last year.

**Outlook**

Despite ongoing challenging market conditions, the last quarter of the current financial year should confirm the improved trend in the Group's sales and profitability.

**Delisting of Ciel Textile from the DEM**

The Board of Directors of CIEL Limited, the holding of Ciel Textile Limited (88.48%), has published a cautionary announcement on 05 April 2019, informing shareholders of both CIEL Limited and Ciel Textile Limited, that it is considering cancelling the admission of Ciel Textile Limited from the Development & Enterprise Market ("DEM"). In the event it is decided to proceed with the said cancellation, the proposed procedure to be adopted shall be communicated.

By order of the Board

**CIEL Corporate Services Ltd**  
Secretaries

May 13, 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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