

## Cautionary Announcement

The Board of Directors ("Board") of CIEL Limited ("the Company" or "CIEL") wishes to inform its shareholders and the public in general that, following its Cautionary Announcement dated 5 April 2019 and further Communiqué dated 15 May 2019, the Company is pursuing its strategy in relation to its shareholding in CIEL Textile Limited ("CTL") and the latter's listing on the Development & Enterprise Market ("DEM") with a view to consolidate its 92.92% stake in CTL.

CIEL and CTL are considering the presentation of a scheme of arrangement ("the Scheme") to the Supreme Court whereby, subject to the sanction of the said Scheme, the admission of the shares of CTL are to be cancelled from the DEM whilst the minority shareholders of CTL are to be offered an exit from the said company.

The purchase consideration for any further CTL shares to be bought from minority shareholders would be MUR. 44.00 per share, made up of 50% in cash and 50% in ordinary shares of no par value of CIEL, being MUR. 22.00 in cash and the difference in CIEL shares based on a CIEL price of MUR. 6.60 for every CTL ordinary no par value share.

Pending the approval of the Scheme by the Supreme Court, CTL minority shareholders wishing to sell their shares in the company on the same terms as above through the Stock Exchange, should contact their investment dealer.

By Order of the Board

CIEL Corporate Services Ltd  
Company Secretary

17 May 2019

This Cautionary Announcement is issued pursuant to SEM Listing Rule 11.3 and the Securities Act 2005.

The Board of Directors of CIEL Limited accepts full responsibility for the accuracy of the information contained in this Cautionary Announcement.

**BRN : C06000717**