

CIEL TEXTILE LIMITED AND ITS SUBSIDIARIES
CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR 9 MONTHS AND QUARTER ENDED MARCH 31, 2018
CONDENSED INCOME STATEMENTS

	THE GROUP			
	9 Months ended	9 Months ended	9 Months ended	9 Months ended
	Mar 31, 2018	Mar 31, 2017	Mar 31, 2018	Mar 31, 2017
UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
Rs '000	Rs '000	Rs '000	Rs '000	
Revenue	8,116,442	7,895,371	2,357,222	2,453,159
Earnings before interest, tax, depreciation and amortisation	527,810	724,221	89,004	190,742
Depreciation and amortisation	(204,877)	(186,364)	(66,019)	(64,003)
Earnings before interest and tax	322,933	537,857	22,985	126,739
Net finance costs	(82,734)	(58,999)	(25,170)	(18,400)
Profit/(Loss) before taxation	240,199	478,858	(2,185)	108,339
Income tax expense	(29,280)	(90,674)	(2,042)	(28,500)
Profit/(Loss) for the period	210,919	388,184	(4,227)	79,839
Attributable to:-				
Owners of the Company	154,548	312,933	(14,111)	57,206
Non-Controlling Interests	56,371	75,251	9,884	22,633
	210,919	388,184	(4,227)	79,839
Earnings per Share				
Earnings attributable to Owners of the Company (Rs '000)	154,548	312,933	(14,111)	57,206
Number of shares used in calculation ('000)	101,808	101,808	101,808	101,808
Earnings per Share (Rs/Cs)	1.52	3.07	(0.14)	0.56

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP			
	9 Months ended	9 Months ended	9 Months ended	9 Months ended
	Mar 31, 2018	Mar 31, 2017	Mar 31, 2018	Mar 31, 2017
UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
Rs '000	Rs '000	Rs '000	Rs '000	
Profit/(Loss) for the period	210,919	388,184	(4,227)	79,839
Other comprehensive (loss)/income:				
Amount recognised in cash flow hedge reserve net of deferred tax	(22,272)	(24,858)	(9,715)	43,007
Exchange differences on retranslation of foreign subsidiaries	(60,640)	30,251	(15,556)	24,255
Other comprehensive (loss) / income for the period	(82,912)	5,393	(25,271)	67,262
Total comprehensive income/(loss) for the period	128,007	393,577	(29,498)	147,101
Total comprehensive income/(loss) attributable to:				
Owners of the Company	80,019	309,600	(34,504)	119,408
Non Controlling Interests	47,988	83,977	5,006	27,693
	128,007	393,577	(29,498)	147,101

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	As at	As at
	Mar 31, 2018	30 June 2017
UNAUDITED	UNAUDITED	
Rs '000	Rs '000	
ASSETS EMPLOYED		
Non Current Assets		
Property, Plant and Equipment	4,109,275	4,079,349
Investments and Others	105,836	121,737
	4,215,111	4,201,086
Current Assets	5,771,126	6,148,404
TOTAL ASSETS	9,986,237	10,349,490
EQUITY AND LIABILITIES		
Capital and Reserves		
Share Capital	685,865	685,865
Revaluation and Other Reserves	630,505	705,034
Retained Earnings	3,077,466	3,050,177
Owners' Interests	4,393,836	4,441,076
Non Controlling Interests	340,041	292,053
Total Equity	4,733,877	4,733,129
Non Current Liabilities	586,193	629,558
Current Liabilities	4,666,167	4,986,803
TOTAL EQUITY AND LIABILITIES	9,986,237	10,349,490
Net Interest Bearing Debts	2,774,957	2,646,814
Net Assets Value per Share (Rs.Cs)	43.16	43.62

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP	
	9 Months ended	9 Months ended
	Mar 31, 2018	Mar 31, 2017
UNAUDITED	UNAUDITED	
Rs '000	Rs '000	
Net Cash generated from Operating Activities	513,476	1,045,258
Net Cash used in Investing Activities	(328,530)	(553,406)
Net Cash used in Financing Activities	(80,232)	(385,351)
Increase in Cash and Cash Equivalents	104,714	106,501
Opening Cash and Cash Equivalents	(373,363)	(368,849)
Closing Cash and Cash Equivalents	(268,649)	(262,348)

CONDENSED SEGMENTAL RESULTS - BY CLUSTER

THE GROUP	9 Months ended Mar 31, 2018			9 Months ended Mar 31, 2017		
	Knitwear, Knits and Retail	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	
Revenue	3,507,776	4,608,666	8,116,442	3,210,715	4,684,656	7,895,371
Earnings before interest and tax	28,010	294,923	322,933	(14,694)	552,551	537,857
Net finance costs	(46,489)	(36,245)	(82,734)	(41,270)	(17,729)	(58,999)
(Loss)/Profit before taxation	(18,479)	258,678	240,199	(55,964)	534,822	478,858
Income tax expense	(2,536)	(26,744)	(29,280)	(16,466)	(74,208)	(90,674)
(Loss)/Profit after taxation	(21,015)	231,934	210,919	(72,430)	460,614	388,184
Non-controlling interests	-	(56,371)	(56,371)	-	(75,251)	(75,251)
(Loss)/Profit attributable to Owners of the Company	(21,015)	175,563	154,548	(72,430)	385,363	312,933

THE GROUP	Quarter ended Mar 31, 2018			Quarter ended Mar 31, 2017		
	Knitwear, Knits and Retail	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	
Revenue	811,590	1,545,632	2,357,222	835,869	1,617,290	2,453,159
Earnings before interest and tax	(58,344)	81,329	22,985	(51,561)	178,300	126,739
Net finance costs	(13,518)	(11,652)	(25,170)	(10,729)	(7,671)	(18,400)
(Loss)/Profit before taxation	(71,862)	69,677	(2,185)	(62,290)	170,629	108,339
Income tax expense	1,181	(3,223)	(2,042)	(2,109)	(26,391)	(28,500)
(Loss)/Profit after taxation	(70,681)	66,454	(4,227)	(64,399)	144,238	79,839
Non-controlling interests	-	(9,884)	(9,884)	-	(22,633)	(22,633)
(Loss)/Profit attributable to Owners of the Company	(70,681)	56,570	(14,111)	(64,399)	121,605	57,206

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 1 July 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 paid by holding company	-	-	(127,259)	(127,259)	-	(127,259)
At March 31, 2018	685,865	630,505	3,077,466	4,393,836	340,041	4,733,877
At 1 July 2016	685,865	785,185	2,922,721	4,393,771	329,916	4,723,687
Profit for the period	-	-	312,933	312,933	75,251	388,184
Other comprehensive (loss)/ income for the period	-	(3,333)	-	(3,333)	8,726	5,393
Ordinary Dividends paid by holding company	-	-	(127,259)	(127,259)	-	(127,259)
Dividends and tax paid by Foreign Subsidiary	-	-	(14,409)	(14,409)	(85,190)	(99,599)
At March 31, 2017	685,865	781,852	3,093,986	4,561,703	328,703	4,890,406

Comments on the Condensed Unaudited Financial Statements for the 9 Months ended March 31, 2018
Results

Group turnover for the 9 months under review increased by 2.5% to MUR 8.1bn. Profit after tax for the same period stood at MUR 210.9M down from MUR 388.2M in previous year.

The Woven cluster continues to be affected by lower margins and volumes due to strong competition in retail markets.

The regional operations of the Tropic Knits cluster have been on target for the first 9 months under review. The cluster's results were negatively impacted by the new production plant in Coimbatore, India, which is taking more time than anticipated to gain momentum.

The Knitwear cluster, though affected by seasonality and lower sales volume, is showing progress compared to prior year mainly owing to the good results of its foreign operations, notably, in Bangladesh. Floreal Knitwear's new industrial plant in Antsirabe, Madagascar, continues to improve its operational efficiency.

Outlook

With an improving order book, CIEL Textile Limited ("CTL") is actively optimising its group synergies to gain better front-end impact whilst increasing its overall manufacturing efficiency. CTL expects better results in the last quarter although the performance over the financial year will be lower than prior year.

CTL's management is closely monitoring the political situation in Madagascar with a view to protecting its interests.

By order of the Board

CIEL Corporate Services Ltd
Secretaries

May 10, 2018

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, 5th 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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