

BLUELIFE LIMITED

Business Registration Number: C07050411

ABRIDGED AUDITED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	Audited as at December 31, 2014	Audited as at December 31, 2013	Audited as at December 31, 2014	Audited as at December 31, 2013
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets	5,024,083	5,238,873	3,057,202	3,283,733
Current Assets	901,545	1,145,546	300,507	249,237
Total Assets	5,925,628	6,384,419	3,357,709	3,532,970
EQUITY AND LIABILITIES				
Capital and reserves (attributable to owners of the patent)				
Owners' interest	3,292,851	3,758,147	2,814,704	3,029,591
Non-controlling interests	142,072	227,788	-	-
Total equity	3,434,923	3,985,935	2,814,704	3,029,591
Non-current liabilities	1,217,808	1,161,214	134,457	142,349
Current liabilities	1,272,897	1,237,270	408,548	361,030
Total equity and liabilities	5,925,628	6,384,419	3,357,709	3,532,970

ABRIDGED STATEMENTS OF CASH FLOW

	THE GROUP		THE COMPANY	
	Twelve months to December 31, 2014	Six months to December 31, 2013	Twelve months to December 31, 2014	Six months to December 31, 2013
	Rs'000	Rs'000	Rs'000	Rs'000
Operating activities				
Net cash used in operating activities	(192,008)	(2,511)	(89,550)	(2,511)
Investing activities				
Net cash (used in) / from investing activities	(6,640)	(349,992)	30,561	(124,381)
Financing activities				
Net cash from financing activities	123,299	-	18,264	-
Decrease in cash and cash equivalents	(75,349)	(352,503)	(40,725)	(126,892)
Movement in cash and cash equivalents				
At January 1 / July 1,	(349,857)	2,646	(124,246)	2,646
Effect of foreign exchange difference	232	-	57	-
Decrease	(75,349)	(352,503)	(40,725)	(126,892)
At December 31,	(424,974)	(349,857)	(164,914)	(124,246)

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the parent					Non-controlling interests	Total
	Share capital	Other reserves	Actuarial reserves	Retained earnings	Total		
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at January 1, 2014	3,027,298	-	-	730,849	3,758,147	227,788	3,985,935
Loss for the year	-	-	-	(490,799)	(490,799)	(59,637)	(550,436)
Other comprehensive income for the year	-	-	(577)	-	(577)	-	(577)
Total Comprehensive income for the year	-	-	(577)	(490,799)	(491,376)	(59,637)	(551,012)
Movement in other reserves	-	26,080	-	-	26,080	(26,080)	-
Balance at December 31, 2014	3,027,298	26,080	(577)	240,050	3,292,851	142,072	3,434,923
Balance at July 1, 2013	580,015	13,200	-	62,193	655,408	-	655,408
Profit for the period	-	-	-	629,216	629,216	-	629,216
Other comprehensive income for the period	-	-	-	-	-	-	-
Total Comprehensive income for the period	-	-	-	629,216	629,216	-	629,216
Issue of share capital	2,447,283	-	-	-	2,447,283	-	2,447,283
Movement in reserves of joint venture	-	26,240	-	-	26,240	-	26,240
Non-controlling interests arising on business combinations	-	-	-	-	-	227,788	227,788
Transfer to retained earnings	-	(39,440)	-	39,440	-	-	-
Balance at December 31, 2013	3,027,298	-	-	730,849	3,758,147	227,788	3,985,935

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Audited twelve months to December 31, 2014	Audited six months to December 31, 2013	Audited twelve months to December 31, 2014	Audited six months to December 31, 2013
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	1,481,500	-	71,900	-
Operating (loss)/profit	(205,062)	(2,505)	13,148	3,495
Net decrease in fair value of investment properties	(31,467)	-	(7,255)	-
Impairment of intangible assets and investment in associate	(184,969)	-	(184,162)	-
Finance costs	(150,049)	-	(36,902)	-
Share of profit of associate and joint venture	7,791	23,975	-	-
Gain on bargain purchase	-	23,798	-	-
Fair value arising on business combinations	-	584,671	-	-
(Loss)/Profit before taxation	(563,755)	629,939	(215,171)	3,495
Income tax credit/(charge)	13,319	(723)	861	(723)
(Loss)/Profit for the year/period	(550,436)	629,216	(214,310)	2,772
Other comprehensive income for the year/period net of tax	(577)	-	(577)	-
Total comprehensive income for the year/period	(551,012)	629,216	(214,887)	2,772
(Loss)/Profit attributable to:				
Owners of the parent	(490,799)	629,216	(214,310)	2,772
Non-controlling interests	(59,637)	-	-	-
	(550,436)	629,216	(214,310)	2,772
Total comprehensive income attributable to:				
Owners of the parent	(491,376)	629,216	(214,887)	2,772
Non-controlling interests	(59,637)	-	-	-
	(551,012)	629,216	(214,887)	2,772
(Loss)/earnings per share (Rs/c)				
-basic	(1.154)	4.267	(0.504)	0.019

THE COMPANY	Stated capital	Actuarial reserves	(Revenue deficit) / Retained earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
Balance at January 1, 2014	3,027,298	-	2,293	3,029,591
Loss for the year	-	-	(214,310)	(214,310)
Other comprehensive income for the year	-	(577)	-	(577)
Total Comprehensive income for the year	-	(577)	(214,310)	(214,887)
Balance at December 31, 2014	3,027,298	(577)	(212,017)	2,814,704
Balance at July 1, 2013	580,015	-	(479)	579,536
Profit for the period	-	-	2,772	2,772
Other comprehensive income for the period	-	-	-	-
Total Comprehensive income for the period	-	-	2,772	2,772
Issue of share capital	2,447,283	-	-	2,447,283
Balance at December 31, 2013	3,027,298	-	2,293	3,029,591

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Audited twelve months to December 31, 2014	Audited six months to December 31, 2013	Audited twelve months to December 31, 2014	Audited six months to December 31, 2013
	Rs'000	Rs'000	Rs'000	Rs'000
Continuing operations				
Basic (loss)/earnings per share (Rupees & cents)	(1.154)	4.267	(0.504)	0.019
Net Assets per share (Rupees & cents)	7.742	8.836	6.618	7.123
Number of ordinary shares	425,342,317	425,342,317	425,342,317	425,342,317

NOTES TO THE ABRIDGED AUDITED ANNUAL FINANCIAL STATEMENTS

1. The abridged annual financial statements have been prepared in accordance with International Financial Reporting Standards and audited by Messrs BDO & Co Ltd.

2. ACTIVITY

- The loss of Rs 550m reported by the Group for the year ended December 31st, 2014 resulted from various factors:
- The Group made an operating loss of Rs 205m which was primarily generated by losses by the two hotels (Rs 133.7m) and the underperformance of rental of residences under guarantee (Rs 36.4m). Further to the termination of the management contract with Centara International Management in March 2015, the hotels are now operating as *Haute Rive Resort & Spa* and *Poste Lafayette Resort & Spa*.
- The impairment charge of Rs 185m relates mainly to the write down of goodwill arising from amalgamation and relating to completion of Azuri Phase 1.
- We closed the year with losses on sale of residences as the results of the exceptional cost overrun of Rs 136.1m (less than 3.5% of the total development value) after closing of the contractors' accounts on full completion of the residential segment of Azuri project Phase 1.
- Fair value losses on revaluation of investment properties amounted to Rs 31.5m

The Group's and the Company's total assets stood at Rs 5.926 billion and Rs 3.358 billion respectively as at December 31st, 2014.

Net asset value per share stood at Rs 7.74 at December 31st, 2014.

3. PROSPECTS

A financial restructuring with the support of financial institutions and main shareholders is under way in order to cover the cost overrun and operational losses as well as to provide sufficient capital to support the ongoing development of the company according to its master plan.

We will be completing our 2nd residential development for local buyers by first quarter 2016 with 114 units under construction and have recently launched sales for 34 villas, named The Ocean River Villas, under the IRS scheme.

The Company's subsidiary Haute Rive Azuri Hotel Ltd anticipates the imminent signing of a new management contract with a renowned international hotel operator which will take the management of the hotel resort currently branded as the *Haute Rive Resort & Spa*, a 100 rooms operation coupled with additional 60 residences. As far as *Poste Lafayette Resort & Spa* is concerned, we are evaluating the more profitable option from available opportunities.

Further to the resignation of former CEO in November last, we are busy in finalizing the human resource reorganization plan. We are however in position to confirm the appointment of Mrs Christine Marot as the new Chief Executive Officer of BlueLife Limited.

By Order of the Board
GML Management Ltee
Company Secretary

April 20, 2015

Copies of the statement of direct and indirect interests of Officers pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and of these abridged audited annual financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the Company, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

The above abridged audited annual financial statements are issued pursuant to Listing 12.14 and the Securities Act 2005. The Board of Directors of BlueLife Limited accepts full responsibility for the accuracy of the information contained in these abridged audited annual financial statements.