

21 Feb. 2014

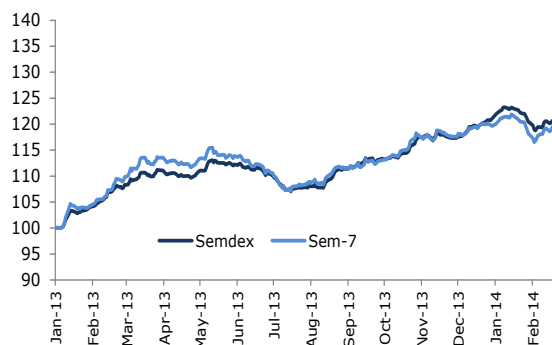
## MARKET HIGHLIGHTS

INDICES	LATEST	W-O-W % CHANGE	YTD % CHANGE
<b>LOCAL (Friday's closing)</b>			
SEMDEX	2,085.39	(0.1)	(0.5)
SEM-7	402.81	0.2	(0.2)
DEMEX	180.85	(0.3)	3.8
<b>REGIONAL (Friday's closing)</b>			
FTSE/JSE (SOUTH AFRICA)	47,438.31	1.7	2.6
NGSE (NIGERIA)	39,397.09	0.0	(4.7)
EGX 30 (EGYPT)	7,840.68	3.5	15.6
NSEASI (KENYA)	137.37	(0.2)	0.5
BGSMDC (BOTSWANA)	9,288.77	(0.7)	2.6
GGSECI (GHANA)	2,433.58	0.4	13.4
<b>INTERNATIONAL (Friday's closing)</b>			
DOW JONES	16,040.56	0.1	(3.2)
CAC 40	4,341.10	0.0	1.1
SENSEX	20,722.97	1.7	(2.1)
DAX	9,660.05	(0.0)	1.1
NIKKEI	14,766.53	3.2	(9.4)
FTSE 100	6,796.71	2.0	0.7

	%
GDP growth (2014F) by CSO	3.7
UNEMPLOYMENT RATE	8.3
CPI INFLATION	3.5
BUDGET DEFICIT (% of GDP) - 2013	3.7
REPO RATE	4.65
BANK RATE	3.29
91 DAY T-BILLS	N/A
182 DAY T-BILLS	3.20
273 DAY T-BILLS	N/A
364 DAY T-BILLS	N/A
5-YEAR GOVT BONDS	5.83
10-YEAR GOVT BONDS	7.07

FOREX	LATEST	W-O-W % CHANGE	YTD % CHANGE
MUR/US\$	30.21	-0.2	-1.0
MUR/GBP	50.30	-0.2	2.0
MUR/INR	0.48	0.0	-13.6
MUR/JPY	29.41	-0.9	-17.0
MUR/ZAR	2.76	-0.2	-22.9
MUR/EURO	41.44	0.1	2.7

### Rebased Indices Evolution

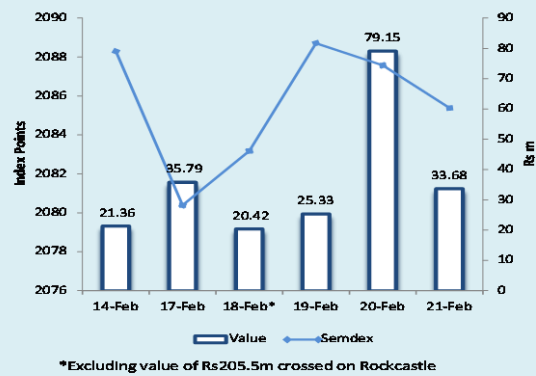


- ▶ **Banks: MCB +0.2%; SBM -0.9%; Bramer -6.4%**
- ▶ **Hotels: NMH +1.2%; Lux Island -1.0%; Sun Resorts -0.7%**
- ▶ Corporate announcements
- ▶ Quarter ended 31 December 2013 financial highlights pg 4-5

Anglo-Mauritius Stockbrokers (Research)

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	Wk/ending 14.02.2014	Wk/ending 21.02.2014
<b>SECTORAL INDICES</b>		
BANKING INDEX	3,334.19	3,313.48
HOTEL INDEX	331.64	332.96
<b>FOREIGN TRANSACTIONS (Rsm)</b>		
TOTAL FOREIGN PURCHASES	96.67	245.48
TOTAL FOREIGN SALES	102.13	255.38
NET FOREIGN INFLOW/(OUTFLOW)	(5.46)	(9.90)
<b>MARKET CAPITALISATION (Rsbn)</b>		
OFFICIAL & DEM	271.29	268.21
<b>DIVIDEND YIELD (%)</b>		
OFFICIAL MARKET	2.54	2.50
<b>PER(x)</b>		
OFFICIAL MARKET	14.71	14.91



## News

**ENL Land and ENL Commercial** – will be classified under Investment segment and Commerce segment respectively on the official list of Stock Exchange of Mauritius, as from market day of 24 Feb. 2014.

**MCB** - the Supreme Court has approved the Scheme of Arrangement whereby shareholders of MCB will exchange their ordinary shares held in MCB for ordinary shares in MCB Group Limited (MCBG) on a 1:1 ratio and MCBG will exchange all its shares held in MCB for ordinary shares in MCB Investment Holding Limited, effective on 21 Feb. 2014. Moreover, treasury shares (*currently amounting to 12,415,348*) shall be cancelled out when the Scheme will become effective and 5,000,000 ordinary shares of MCBG will be admitted under the Group Employee Share Option Scheme to which subscription shall be possible by way of exercise of options. Last day of trading of MCB shares shall be on 24 March 2014 and 237,960,247 ordinary shares of MCBG will be listed on 03 April 2014 by way of introduction on the SEM. On its first day of trading, a minimum of 5,000 ordinary shares of MCBG will be made available for sale at an indicative price equivalent to the last trading price of MCB shares prior to their trading suspension.

**CMPL** – in a special meeting held shareholders of the company have approved the acquisition, through two of CMPL's wholly-owned subsidiaries namely CMPL (Bagatelle) Limitee and CMPL (Cascavelle) Limitee, of stock and plant and equipment from Red Apple (Bagatelle) Ltd for a consideration not exceeding Rs127m.

## Official Market

The **Semdex** started the week in negative territory, to pick up following the next two sessions before easing off to close the week at 2,085.39 points, losing 0.1% on a w-o-w basis. On the other hand, the SEM-7 index rose by 0.2% to reach 402.81 points. Excluding value of Rs205.5m crossed on **Rockcastle** (5.1m shares crossed at USD 1.33), **total turnover** on the market amounted to Rs194.4m (US\$6.4m). Yet again foreign investors were net sellers of Rs9.5m.

**MCB** reached a week low of Rs211.00 before closing Friday's session higher at Rs213.00 (+0.2% w-o-w) but VWP for the week was Rs212.18 with a total volume of 218.2k shares traded. **State Bank** reached Rs1.05 on Monday to hit a high of Rs1.07, to finally conclude the week at Rs1.06 (-0.9%), with a notable volume of 10.3m shares exchanged. After last week's rally, **Bramer Banking** tumbled by 6.4% to Rs7.30 today on 11.9k shares traded. Financial company **CFS** witnessed a cross of 100k shares at Rs8.04 on Monday to trade at Rs8.02, over the next three sessions before closing unchanged at Rs8.04. On the **insurance counter**, all the companies remained level.

**Innodis** maintained its upward trend increasing by 2.8% to reach Rs54.50 on 517.1k shares, witnessing significant crosses on Thursday and Friday. On the other hand, **IBL** and **Vivo Energy** dropped by 0.5% and 1.3% to reach Rs110.00 and Rs153.00 respectively.

At the industrials level, **Gamma Civic** climbed by 5.6% to Rs38.00 with 16.1k shares traded, making the stock the second best performer of the week. The other construction company **UBP**, in contrast, fell by 0.6% to Rs87.00 with 63.4k shares. **Moroil** gave up 4.7% to Rs27.50, whilst **PIM** gained 1.4% to Rs75.00.

**Terra** was the strongest performer of the week rallying by 6.8% to Rs39.00 on notable volume of 157.9k shares exchanged. **NIT** and **Rogers** as well gained 4.9% and 3.9% to Rs43.00 and Rs202.00 respectively. **Ciel Limited** reached a week low of Rs7.20 before recouping to close the week at Rs7.24 (-2.2% w-o-w) with significant volume of 1.0m shares. Other investment companies closing on the downside were **Caudan** (-3.4%), **Alteo** (-2.8%), **ENL Commercial** (-0.7%) and **PAD** (-0.6%).

After last's week weaknesses, **ASL** recouped 2.9% today on cross of 22.5k shares at Rs105.00. **NMH** which saw growth of 8.9% in attributable earnings for quarter ended 31 Dec. 2013 went up by 1.2% to Rs84.00. **Lux Island Resorts** lost further 1.0% to Rs39.00 on notable volume of 717.7k shares traded and **Sun Resorts** shed off 0.7% to Rs43.00

Mixed feelings were noted on the sugar and property development counters. **Omnican** decreased by 0.5% to Rs92.00 on 1.1k shares, whilst **ENL Land (O)** grew by 0.6% to Rs47.55 with 93.3k shares exchanged. **Bluelife** lost further 4.5% this week while **Le Meritt** rose by 0.3%.

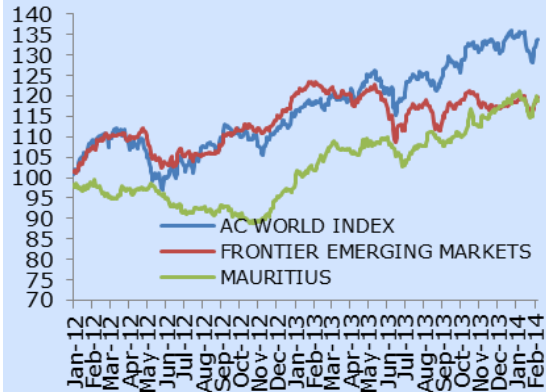
## DEM Market

The **Demex** lost 0.3% to 180.85 points on a turnover of Rs13.7m. **ABC Motors** was the weakest performer of the week, tumbling by 19.9% on a cross of 11.9k shares at Rs102.75. Across the industrial counter the followings were the only movers but were on the downside **LMLC (O)** (-5.1%), **Soap & Allied** (-5.0%), **Livestock Feed (O)** (-4.4%) and **Bychemex** (-0.5%). On the investment counter, **Ascencia Class A shares** went up by 3.4% on 1.0k shares, followed by **EUDCOS** (+2.6% - cross of 100k shares at Rs16.00) and **ENL Investment** (+1.3%). However, **FIDES** (-4.6%), **United Investment** (-4.5%), **MSH (P)** (-4.0%) and **ENL Ltd (P)** (-3.0%) closed in negative territory. As for the hotel stocks, **SCT** gave up 2.9% whilst **Tropical Paradise (O)** gained 0.3%. **Ciel Textile** pursued its ascension increasing by 3.2% to Rs28.90 on 67.4k shares traded while sugar company **Medine Ltd (O)** lost 0.4% to Rs67.50.

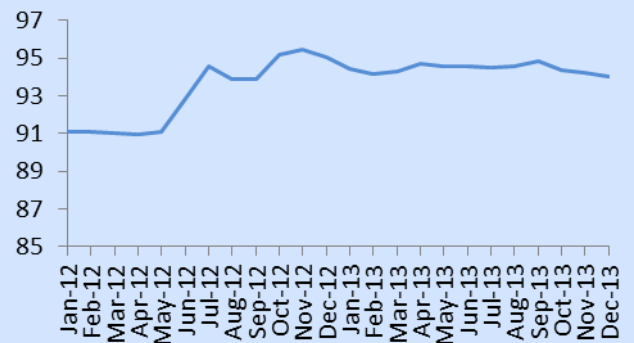
## Dividend

Company	Financial Year	Amount Rs	Last cum date	Payment date
<b>OFFICIAL</b>				
MEI	30-Jun-2014	1.10	05-Mar-2014	30-Apr-2014
Rockcastle	30-Jun-2014	USD 4.07	04-Mar-2014	10-Mar-2014
Omnican	31-Dec-2013	2.75	07-Mar-2014	13-Mar-2014
State Bank	31-Dec-2013	0.02	<i>Not yet declared</i>	
<b>DEM</b>				
Les Gaz Industriels	30-Jun-2014	3.00	03-Mar-2014	04-Mar-2014
Forges Tardieu	31-Dec-2013	2.35	21-Feb-2014	28-Mar-14

### World Equity – MSCI



### Mauritius Exchange Rate

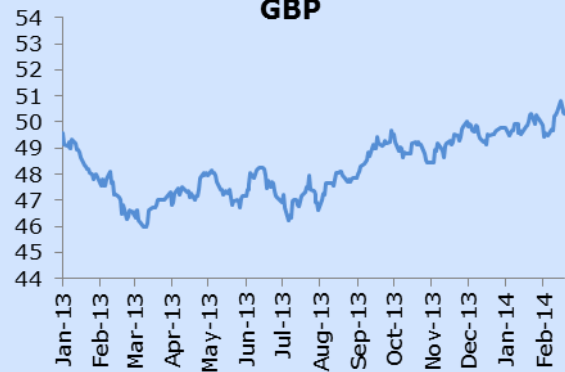


### Forex

#### USD



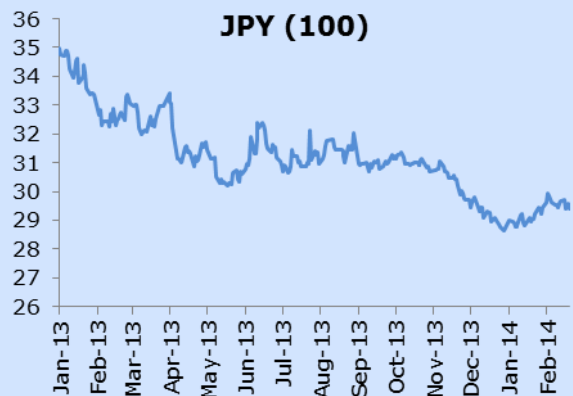
#### GBP



#### EUR



#### JPY (100)



## Financials – Quarter ended Dec 2013 for companies listed on Official market

Official Market	Earnings % change	EPS (current period) Rs	EPS (previous period) Rs	Latest NAV	Remarks
<b>Banks, Insurance &amp; other finance</b>					
CFS	-42.9%	0.16	0.28	3.36	Revenue and Operating Profit grew by 7%, mainly on the back of the Credit and Retail & Wholesale activities. Excluding exceptional income from sale of associates, Dec.2012 EPS is Rs0.14.
MCB	6.7%	4.93	4.62	129.00	On a q-o-q basis, higher income from associates along with 27% drop in impairment allowance lead to earnings' growth. Otherwise Operating Income increased marginally by 1%.
MEI	2.4%	3.01	2.94	85.53	Operating Profit doubled following turnaround in general business activities as well as better results from Leasing. However, significant transfer of operating income to the General Insurance fund (liability) lead to lower increase in PBT (+9.3%).
<b>Commerce</b>					
Innodis	35.9%	1.40	1.03	51.27	Revenue went up by 3% and slight increase in operating margin from 6.5% to 6.6% was noted. However, net finance cost went up by 10.2%. PBT grew by 4.1% and EPS climbed by 36% due to higher attributable earnings.
IBL	-9.5%	1.81	2.00	66.81	Decrease in operating margin from 6.5% to 5.6%. Drop in profitability were noted from Engineering (-43%) and Seafood & Marine (-26.4%) clusters.
<b>Industry</b>					
PBL*	-4.3%	7.70	8.05	190.23	Results were boosted up by disposal of interest in former associates amounting to Rs376.9m. Excluding exceptional items EPS from continuing operations for Q2 2014 was Rs7.70, down by 4.3% from last quarter.
Moroil	-26.8%	0.30	0.41	11.78	Revenue down by 17% & Operating Profit down by 38%, mainly due to Oil Products and Metal & Cans production activities. Finance Costs increased from Rs24k to Rs1.1m.
PIM	117.2%	9.32	4.29	55.94	Special orders on exports led to increase in turnover by 17.6%.
UBP	-50.7%	1.09	2.21	114.74	The group's core building materials revenue fell by 5% and operating margins dropped significant from 13% to 9% which led to reduced profitability.
<b>Investments</b>					
ALTEO	From Profit to Loss	(0.43)	1.05	50.56	Operations in Mauritius and Tanzania were affected. Reduced profitability from sugar cluster (2013 Rs23.4m v/s 2012 Rs394.8m) as well as power and refinery sector (2013 Rs50.1m v/s 99.5m) were reported.
Caudan	-87.5%	0.002	0.016	3.54	Results from both Property and Security segments dropped by Rs18.2m(-33% q-o-q) and Rs3.2m (-39% q-o-q)respectively.
CIEL	Not Comparable	(0.06)	0.10	8.18	Results are not comparable due to amalgamation of Ciel Investment & Deep River Investment into a new entity, Ciel Limited which was listed on the Official Market this year.
Fincorp	200.0%	0.30	0.10	35.86	Operating Profit improved by 70% to Rs15m, mainly to reduction in Op. & Fin. costs. Surge in share of profit from associates, PAD, to Rs19.6m from Rs5.3m (+269%) last year.
ENL Commercial**	From Loss to Profit	0.81	(2.05)	24.30	Turnaround of profit with improved performance of Automotive business, reduced losses of trading & services cluster and turnaround of industry & manufacturing cluster.
MDIT	-50.0%	0.10	0.20	4.32	Total income went up from Rs17.4m to reach Rs29.9m. However lower surplus on revaluation of investment (2013 Rs19m v/s 2012 Rs75.1m) led to slight reduced earnings.
NIT	44.3%	0.88	0.61	71.19	Higher income (+31%) and surplus on portfolio of investments amounting to Rs32.3m (2012: deficit of Rs8.6m) contributed to positive results.
PAD	307.4%	1.10	0.27	192.89	Operating profit dropped by 40%, due to lower results from Property & Security segments. Share of profit from associate catapulted to Rs52m compared to losses of Rs4.0m last year.
Rogers*	10.8%	9.27	8.37	345.54	Results boosted by improved performance of its associate NMH. Share of results of associate improved by 30.7% to Rs 151.2m.
United Docks	-55.6%	(0.16)	(0.36)	177.12	24% drop in Operating Expenses lead to a turnaround in Operating profit of Rs2.0m. However this was not enough to absorb the relatively high finance costs. Loss for the period dropped 55%.
<b>Leisure &amp; Hotels</b>					
NMH	8.9%	3.18	2.92	85.51	Improvement in results with 3.1% increase in revenue driven by higher average occupancy and profitability increased by 8.2%. EBITDA margin was maintained at 33% level.
Lux Island Resorts	21.1%	2.01	1.66	32.72	Higher revenue (+7%) on the back of improved Average Daily Rate. Profit grew by 21.1% helped by lower finance cost (-6.9%).
<b>Property Development</b>					
Le Meritt		(0.01)		0.97	Profit from operations amounted to Rs61.7k and higher net finance costs of Rs1.4m led to reduced losses booked by the group.
<b>Sugar</b>					
ENL Land**	30.1%	0.31	1.80	68.00	Results were dented by lower performance of Agriculture and Land & investment cluster.
<b>Transport</b>					
Air Mauritius	37.1%	3.51	2.56	33.32	Passenger carried increased by 3.9% during the quarter, leading to higher revenue and profits.

\*EPS from continuing activities excluding exceptional item

\*\*EPS from continuing activities inclusive of exceptional items

## Financials – Quarter ended Dec 2013 for companies listed on DEM

DEM	Earnings % change	EPS (current period) Rs	EPS (previous period) Rs	Latest NAV	Remarks
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### Commerce

<b>ABC Motors</b>	-22.5%	0.69	0.89	71.44	ABC Motors reported lower turnover and profits for the quarter.
<b>Associated Commercial</b>	21.8%	7.83	6.43	240.68	32% improvement in revenue along with 64% growth in operating margin and 150% increase in other income. 64% drop in share of profit from associates led to a flat PBT on a quarterly basis. However 83% reduction in taxation lead to an increase of 22% in PAT.

### ICT

<b>Bharat Telecom</b>	2.3%	(1.33)	(1.30)	8.02	Revenue increased to Rs4.2m in quarter ending Dec.2013 compared to Rs0.5m last year, while operating expenses increased by 24% to Rs27.2m.
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### Industry

<b>Les Gaz Industriels</b>	-23.8%	1.86	2.44	92.19	Drop of 22.7% in operating profit resulted to reduced earnings.
<b>Livestock Feed</b>	35.3%	1.15	0.85	38.61	Lower prices of raw materials impacted positively on profits.
<b>Les Moulins De La Concorde</b>	-73.3%	1.80	6.73	238.76	Lower margins on sales of flour impacted negatively on bottom lines.
<b>SODIA</b>	-26.7%	(0.11)	(0.15)	0.11	Lower losses for the quarter. Group results continue to be negatively impacted by subsidiary BIODIA.
<b>Mauritius Secondary</b>	11.8%	2.08	1.86	63.12	Turnover went up by 5.4% and operating profit climbed by 13%.

### Investments

<b>Alma Investment</b>	913.7%	2.80	0.28	240.85	Result is related to those of Medine Limited, EUDCOS and SODIA.
<b>Ascencia</b>	-19.8%	16.05	20.01	1,408.01	The number of shares used in calculation of EPS for the current quarter is higher than corresponding quarter last year due to new class B shares issued. This led to negative growth despite higher profit for the quarter.
<b>Black River Investment</b>	From Loss to Profit	64.67	(0.38)	5,065.29	Result is related to those of Medine Limited, EUDCOS and SODIA.
<b>ENL Investment*</b>	From Loss to Profit	2.21	(2.40)	83.53	When adjusted for exceptional items, the Company reported profits of Rs 190.5m compared to losses of Rs 206.9m for the corresponding period last year.
<b>ENL Ltd*</b>	From Loss to Profit	0.59	(2.44)	61.97	The profit for corresponding quarter last year included exceptional items relating to acquisition of Rogers. Without exceptional items, the Company reported a turnaround from losses of Rs 2.44 to profit of Rs 0.59
<b>FIDES</b>	-76.4%	0.46	1.95	168.23	Despite higher operating profits (+33.8%), bottom line was not substantially higher due exceptional item relating to amalgamation of FUEL with an into DRBC last year.
<b>EUDCOS</b>	7.8%	0.27	0.25	11.72	Improved profitability in beverages, property rentals and tourism mitigated the reduced performance from commerce and investment clusters.
<b>Medine Share Holding</b>	From Loss to Profit	51.72	(1.41)	4,100.92	Result is related to those of Medine Limited, EUDCOS and SODIA.
<b>Phoenix Investment**</b>	169.1%	32.00	11.89	161.69	Result is related to Phoenix Beverages Limited
<b>RHT Holding</b>	-62.2%	1.30	3.44	53.25	Lower turnover (-25.9%) coupled with higher cost of sales and administrative expenses dented profit.
<b>United Investment</b>	-77.3%	0.05	0.22	11.13	Revenue fell by 83% to Rs9m leading to drop of 83% in Operating profit. However gain in fair value of investees of value of Rs16m was realised this quarter.

### Leisure & Hotels

<b>Tropical Paradise</b>	350.0%	0.09	0.02	11.68	17% growth in revenue and 83% increase in Operating Profit. Along with marginal increase in finance costs, this altogether lead to Net Profit improvement to almost 4-fold.
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### Others

<b>Ciel Textile</b>	40.6%	0.90	0.64	32.52	Increase both its turnover and margins. Operating profit grew by 65.0% to Rs 151.3m. Turnaround of results from it Knits & Knitwear activities for the quarter.
<b>Medical &amp; Surgical</b>	-33.3%	0.02	0.03	0.93	38% drop in Operating Profit, where Rs5.23m were written off after disposal of medical equipment. Costs of opening of day clinic in Grand Baie also impacted results.
<b>SIT Land Holdings</b>	From Profit to Loss	(0.03)	0.01	2.23	The Company reported losses of Rs 8.3m compared to profit of Rs 2.4m for the corresponding period last year.

### Sugar

<b>Medine Ltd</b>	From Loss to Profit	1.10	(0.01)	85.15	Turnaround in results attributable to agricultural activities (higher sugar income) and leisure activities.
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### Transport

<b>United Bus Service</b>	-6.1%	2.30	2.45	41.33	Revenue went up by 9% but operating profit went down by 39%. Other income increased by 44% and along and finance costs were more or less the same as last year.
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\* EPS excluding exceptional item

\*\* EPS from continuing activities inclusive of exceptional



