

PROMOTION AND DEVELOPMENT LTD
ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS
31 DECEMBER 2014



STATEMENTS OF FINANCIAL POSITION

	THE GROUP			THE COMPANY		
	UNAUDITED 31 DEC 14 MRs 000	31 DEC 13 MRs 000 restated	AUDITED 30 JUN 14 MRs 000	UNAUDITED 31 DEC 14 MRs 000	31 DEC 13 MRs 000	AUDITED 30 JUN 14 MRs 000
ASSETS						
Non-current assets						
Property, plant and equipment	275,092	288,327	281,201	100,984	106,440	103,624
Investment property	3,829,352	3,783,641	3,788,017	156,500	139,250	156,500
Intangible assets	4,282	4,733	4,446	317	480	396
Investments in subsidiary companies	-	-	-	811,219	913,325	736,068
Investments in associates	3,754,600	4,030,737	3,797,401	3,180,878	2,568,193	2,889,979
Investments in available-for-sale financial assets	1,726,142	2,194,738	1,833,109	1,726,142	1,806,812	1,833,109
Deferred tax assets	4,187	7,471	3,496	-	-	-
Current assets	9,593,655	10,304,647	9,707,670	5,976,040	5,534,500	5,719,676
	194,667	200,388	306,585	61,602	293,771	190,291
Total assets	9,788,316	10,505,035	10,014,255	6,037,642	5,828,271	5,909,967
EQUITY AND LIABILITIES						
Capital and reserves						
Share capital	194,667	194,474	194,563	194,667	194,474	194,563
Other reserves	3,914,450	4,253,843	4,037,067	2,990,110	3,229,420	3,399,821
Retained earnings	5,157,425	3,027,189	3,191,129	2,491,444	1,459,104	1,815,235
Less: Treasury shares	(108)	(11)	(89)	(108)	(11)	(89)
Equity attributable to owners of the parent	7,276,434	7,485,486	7,422,670	5,676,113	4,922,987	5,412,620
Non-controlling interests	1,087,862	1,068,087	1,081,699	-	-	-
Total equity	8,359,296	8,553,568	8,506,369	5,676,113	4,922,987	5,412,620
Liabilities						
Non-current liabilities						
Borrowings	935,000	804,071	769,317	280,000	350,000	350,000
Deferred tax liabilities	130,430	168,096	131,114	2,266	2,387	2,119
Retirement benefit obligations	22,902	43,655	50,500	28,276	22,992	26,974
	1,118,532	1,015,822	950,931	310,542	375,379	379,093
	310,488	935,645	556,955	50,887	529,905	118,234
Current liabilities	1,429,020	1,951,467	1,507,886	361,529	905,284	497,367
Total liabilities	2,788,316	10,505,035	10,014,255	6,037,642	5,828,271	5,909,967
Total equity and liabilities	9,788,316	10,505,035	10,014,255	6,037,642	5,828,271	5,909,967
Net assets per share (MRs)	186.99	192.47	190.84	145.87	126.58	139.16
Number of shares	38,911,729	38,892,602	38,894,739	38,911,729	38,892,602	38,894,739

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP			THE COMPANY						
	UNAUDITED 6 months to 31 DEC 14 MRs 000	3 months to 31 DEC 14 MRs 000	6 months to 31 DEC 13 MRs 000 restated	3 months to 31 DEC 13 MRs 000 restated	AUDITED Year to 30 JUN 14 MRs 000	UNAUDITED 6 months to 31 DEC 14 MRs 000	3 months to 31 DEC 14 MRs 000	6 months to 31 DEC 13 MRs 000 restated	3 months to 31 DEC 13 MRs 000 restated	AUDITED Year to 30 JUN 14 MRs 000
Turnover	254,042	136,518	255,185	135,673	516,862	68,896	60,210	67,890	55,531	133,272
Operating expenses	(227,826)	(118,890)	(216,372)	(115,782)	(414,136)	(20,154)	(20,154)	(33,420)	(19,557)	(59,262)
Profit on disposal of shares	26,216	17,628	42,813	19,891	102,726	33,437	40,056	34,470	35,974	74,010
Net finance costs	(38,359)	(16,689)	(58,740)	(29,527)	(107,622)	(10,805)	(5,210)	(28,965)	(14,462)	(48,685)
Net gain from fair value adjustment on investment property	-	-	-	-	4,376	-	-	-	-	17,250
Exceptional item	-	-	-	-	-	-	-	-	-	334,249
Share of results of associates	(3,095)	(23,757)	79,345	45,980	76,255	670,090	670,090	-	-	-
Gains on bargain purchases	-	-	4,567	-	4,567	-	-	-	-	-
(Loss)/profit before taxation	(15,198)	(24,827)	68,992	36,344	241,606	692,722	704,936	6,512	21,512	384,683
Taxation	(403)	(1,260)	(2,743)	(2,094)	34,074	(147)	(1,397)	383	(899)	(235)
(Loss)/profit for the period/year	(15,599)	(26,087)	66,249	34,250	275,680	692,575	703,539	6,895	20,613	384,458
Other comprehensive income:										
Items that will not be reclassified to profit or loss:										
Remeasurement of retirement benefit obligations	-	-	(5,973)	(5,973)	(9,729)	-	-	-	-	(3,626)
Deferred tax on remeasurement of retirement benefit obligations	-	-	896	896	1,459	-	-	-	-	544
Items that may be reclassified subsequently to profit or loss:										
Group's share of other comprehensive income of associates	(6,431)	(9,575)	5,097	(2,331)	(8,451)	-	-	-	-	-
Release of fair value adjustment on disposal of investments	-	-	(1,012)	-	(133,284)	-	-	(1,012)	-	(7,864)
Release on translation reserve on disposal of investments	-	-	-	-	(11,092)	-	-	-	-	-
Release on distribution of investments by associates	-	-	-	-	-	(613,954)	(613,954)	-	-	-
Fair value (losses)/gains on:										
available-for-sale financial assets	(106,967)	(103,691)	318,975	172,533	354,626	(106,967)	(103,691)	241,655	146,219	277,205
subsidary companies	-	-	-	-	-	75,151	22,582	135,141	45,297	(42,116)
associates	-	-	-	-	-	234,764	(302,080)	32,137	45,962	353,923
Currency translation differences	-	-	14,875	1,487	14,874	-	-	-	-	-
Other comprehensive income for the period/year, net of tax	(113,398)	(113,260)	332,858	166,612	134,403	(411,000)	(997,143)	407,921	237,438	578,166
Total comprehensive income for the period/year	(128,997)	(139,353)	399,107	200,862	410,083	281,569	(293,604)	414,816	258,101	962,624
(Loss)/profit for the period/year	(14,762)	(24,841)	65,920	37,104	259,692	692,575	703,539	6,895	20,623	384,458
Attributable to:										
Owners of the parent	(837)	(1,246)	329	(2,854)	15,088	692,575	703,539	6,895	20,623	384,458
Non-controlling interest	(15,599)	(26,087)	66,249	34,250	275,680	-	-	-	-	-
Total comprehensive income for the period/year	(128,997)	(139,353)	399,107	200,862	410,083	281,569	(293,604)	414,816	258,101	962,624
Attributable to:										
Owners of the parent	(128,160)	(138,107)	405,190	210,129	400,549	281,569	(293,604)	414,816	258,101	962,624
Non-controlling interest	(837)	(1,246)	329	(2,854)	9,534	-	-	-	-	-
	(128,997)	(139,353)	399,107	200,862	410,083	281,569	(293,604)	414,816	258,101	962,624
(Loss)/earnings per share	(0.38)	(0.64)	1.62	0.95	6.68	-	-	-	-	-
Adjusted (loss)/earnings per share	(0.38)	(0.64)	1.67	0.95	6.68	-	-	-	-	-

STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the parent				Non controlling interest	Total equity
	Share capital	Treasury shares	Other reserves	Retained earnings		
At 1 July 2013	194,474	(18)	3,902,304	3,002,892	7,099,652	1,074,165
Dividend	-	-	-	(19,446)	(19,446)	(19,446)
Exercise of share options	-	7	83	90	90	90
Profit for the period - restated	-	-	(5,338)	65,920	62,449	62,449
Transfer	-	-	(11)	(89)	(100)	(100)
Other comprehensive income for the period	-	-	356,294	(17,526)	338,768	(6,412)
At 31 December 2013	194,474	(11)	4,253,843	3,027,189	7,485,486	1,068,087
At 1 July 2014	194,474	(18)	3,902,304	3,002,892	7,099,652	1,074,165
Issue of shares	89	(89)	-	-	-	-
Exercise of share options	-	18	239	257	257	257
Dividend	-	-	(77,788)	(77,788)	(77,788)	(77,788)
Profit for the year	-	-	259,692	259,692	15,988	275,680
Transfer	-	-	(8,198)	1,898	(6,300)	(6,300)
Other comprehensive income for the year	-	(89)	4,037,067	3,191,129	7,422,670	1,083,699
At 30 June 2014	194,563	(89)	4,037,067	3,191,129	7,422,670	1,083,699
At 1 July 2014	194,563	(89)	4,037,067	3,191,129	7,422,670	1,083,699
Issue of shares	104	(104)	-	-	-	-
Exercise of share options	-	85	1,295	-	1,380	1,380
Dividend	-	-	(19,456)	(19,456)	(19,456)	(19,456)
Loss for the period	-	-	(14,762)	(14,762)	(837)	(15,599)
Transfer	-	-	(12,015)	12,015	-	-
Other comprehensive income for the period	-	(108)	3,914,450	3,167,425	7,276,434	1,087,862
At 31 December 2014	194,667	(108)	3,914,450	3,167,425	7,276,434	1,087,862

Notes
The abridged interim financial statements for the quarter ended 31 December 2014 are unaudited and have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended 30 June 2014 and comply with IAS 34. Where necessary, comparative figures have been restated to conform with changes in the current year.

Company NAV stood at MRs 145.87 at 31 December 2014, compared to MRs 139.16 at the start of the financial year, an increase of 4.8%, whilst at group level, NAV decreased by 2% to reach MRs 186.99.

At cash level, the profit attributable to shareholders for the period amounted to MRs 692.6m compared to MRs 6.9m last year. Our record gain was boosted by an exceptional profit of MRs 670.1m which was recognised in respect of the Medine, which was recognised in respect of the dissolution of the holding companies within the Medine Group. This adjustment merely involved a redistribution of shares, which are now held directly by PAD and did not have any impact on the cash flows of the company.

The adjusted underlying profits attributable to shareholders for the period, excluding this item, has more than tripled to MRs 22.5m vis a vis last year's MRs 6.9m reflecting a reasonable operating performance coupled with interest savings in line with the significantly improved cash flow position of the company and fall in interest rates.

At group level, loss attributable to shareholders amounted to MRs 14.8m compared to a profit of MRs 65.9m last year. Our subsidiary, Caudan continued to operate in a difficult environment with high void costs and an overall drop in average rental rates. The closure of the foodcourt for renovation works from July to mid-December, costs associated with the launching as well as major repair works to quay walls impeded further an already hampered situation.

Our associates posted a negative contribution of MRs 3m to our group results compared to a profit of MRs 79.3m last year. This reflects the poor performance registered by Medine, whose results were adversely impacted by lower sugar proceeds and reduced sales of land realised compared to last year.

The company declared an interim dividend of MRs 0.50 per share payable on or about 19 February 2015.

	Property MRs 000	Shares MRs 000	Security MRs 000	Other MRs 000	Eliminations MRs 000	Total MRs 000
31 December 2014	99,685	23,574	129,667	1,116	-	254,042
External sales	2,400	37,106	8,688	6,458	(49,652)	2,900
Intersegment sales	7,000	33,315	8,678	9,446	(53,839)	2,500
Total Revenues	102,085	56,889	136,345	10,562	(53,839)	254,042
Segment result	16,692	39,013	4,752	-	(94,241)	26,216
31 December 2013	107,342	26,940	123,588	1,115	-	259,185
External sales	2,400	37,106	8,688	6,458	(49,652)	2,900
Intersegment sales	7,000	33,315	8,678	9,446	(53,839)	2,500
Total Revenues	109,242	59,046	132,276	7,573	(49,652)	259,185
Segment result - restated	30,541	42,112	2,266	-	(32,106)	42,813
30 June 2014	214,086	53,388	247,157	2,231	-	516,862
External sales	4,800	397,801	16,590	12,428	(431,619)	4,600
Intersegment sales	218,886	451,189	263,747	14,659	(431,619)	516,862
Total Revenues	433,772	849,090	424,397			