

CIEL TEXTILE LIMITED AND ITS SUBSIDIARIES
AUDITED CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

CONDENSED INCOME STATEMENTS

	THE GROUP	
	Year ended 30 June 2016 AUDITED	Year ended 30 June 2015 AUDITED
	Rs '000	Rs '000
Revenue	10,482,208	10,119,098
Earnings before interest, tax, depreciation and amortisation	1,127,862	1,114,135
Depreciation and amortisation	(215,728)	(201,266)
Earnings before interest and tax	912,134	912,869
Net finance costs	(50,556)	(55,666)
Profit from ordinary activities	861,578	857,203
Non recurring items	-	-
Profit before taxation	861,578	857,203
Income tax expense	(157,937)	(94,830)
Profit for the year	703,641	762,373
Attributable to:-		
Owners of the Company	626,050	702,832
Non-Controlling Interests	77,591	59,541
	703,641	762,373
Earnings per Share		
Earnings attributable to Owners of the Company (Rs '000)	626,050	702,832
Number of shares used in calculation ('000)	101,808	101,808
Earnings per Share (Rs/Cs)	6.15	6.90

CONDENSED SEGMENTAL RESULTS - BY CLUSTER

THE GROUP	Year ended 30 June 2016			Year ended 30 June 2015		
	Knitwear, Knits and Retail AUDITED	Woven AUDITED	Total AUDITED	Knitwear, Knits and Retail AUDITED	Woven AUDITED	Total AUDITED
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Revenues from external customers	4,730,030	5,752,178	10,482,208	4,530,502	5,588,596	10,119,098
Earnings before interest and tax	308,492	603,642	912,134	356,954	555,915	912,869
Net finance costs	(39,059)	(11,497)	(50,556)	(30,002)	(25,664)	(55,666)
Profit from ordinary activities before taxation	269,433	592,145	861,578	326,952	530,251	857,203
Income tax (expense)/credit	(51,289)	(106,648)	(157,937)	11,709	(106,539)	(94,830)
Profit after taxation	218,144	485,497	703,641	338,661	423,712	762,373
Non-controlling interests	-	(77,591)	(77,591)	-	(59,541)	(59,541)
Profit attributable to owners of the parent	218,144	407,906	626,050	338,661	364,171	702,832

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP	
	Year ended 30 June 2016 AUDITED	Year ended 30 June 2015 AUDITED
	Rs '000	Rs '000
Profit for the year	703,641	762,373
Other comprehensive income:		
Revaluation (deficit) / surplus net of deferred tax	-	(10,486)
Remeasurements of post retirement benefit obligations net of deferred tax	(979)	(2,290)
Amount recognised in cash flow hedge reserve net of deferred tax	7,849	46,038
Exchange differences on retranslation of foreign subsidiaries	1,361	(2,127)
Other comprehensive income for the year	8,231	31,135
Total comprehensive income for the year	711,872	793,508
Total comprehensive income attributable to:		
Owners of the Company	643,153	711,701
Non Controlling Interests	68,719	81,807
	711,872	793,508

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 2015	685,865	768,082	2,627,546	4,081,493	261,197	4,342,690
Profit for the year	-	-	626,050	626,050	77,591	703,641
Other comprehensive income/ (loss) for the year	-	17,103	-	17,103	(8,872)	8,231
Ordinary Dividends	-	-	(330,875)	(330,875)	-	(330,875)
At 30 June 2016	685,865	785,185	2,922,721	4,393,771	329,916	4,723,687
At 1 July 2014	685,865	759,213	2,179,233	3,624,311	179,390	3,803,701
Profit for the year	-	-	702,832	702,832	59,541	762,373
Other comprehensive income for the year	-	8,629	-	8,669	22,266	31,135
Ordinary Dividends	-	-	(254,519)	(254,519)	-	(254,519)
At 30 June 2015	685,865	768,082	2,627,546	4,081,493	261,197	4,342,690

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	As at 30 June 2016 AUDITED	As at 30 June 2015 AUDITED
	Rs '000	Rs '000
ASSETS EMPLOYED		
Non Current Assets		
Property, Plant and Equipment	3,608,366	2,927,757
Investments and Others	113,416	126,385
	3,721,782	3,054,142
Current Assets	6,054,750	5,806,831
TOTAL ASSETS	9,776,532	8,860,973
EQUITY AND LIABILITIES		
Capital and Reserves		
Share Capital	685,865	685,865
Revaluation and Other Reserves	785,185	768,082
Retained Earnings	2,922,721	2,627,546
Owners' Interests	4,393,771	4,081,493
Non Controlling Interests	329,916	261,197
Total Equity	4,723,687	4,342,690
Non Current Liabilities	597,449	528,393
Current Liabilities	4,455,396	3,989,890
TOTAL EQUITY AND LIABILITIES	9,776,532	8,860,973
Net Assets Value per Share (Rs.Cs)	43.16	40.09
Net Interest Bearing Debts	2,160,430	1,698,858

Comments on the Condensed Audited Financial Statements for the year ended 30 June 2016

Results

CIEL Textile achieved a profit after tax of Rs 703m (2015 : Rs 762m) for the year under review. The Woven cluster's strong performance, both in the region and in Asia, has been the main contributor to the Group's profitability. The Knits cluster has performed satisfactorily although its financial results have been impacted by the launch of its new factory in India. The Knitwear cluster's profitability has been affected by a significant drop in margins and by the setting up cost of a newly automated facility in Antsirabe, Madagascar.

Outlook

The current international retail environment, combined with the recent currency fluctuations, are areas of concern and stronger sales' momentum remains a key priority for the CIEL Textile team.

Despite this challenging environment, the Woven cluster is expected to deliver a satisfactory performance in the current financial year.

The results of the Knits cluster will remain partly dependent on the successful development of its operations in India.

The restructuring of the industrial activities of the Knitwear cluster is only anticipated to have a medium term positive impact on our results.

By order of the Board

CIEL Corporate Services Ltd
 Secretaries

21 September 2016

The condensed financial statements of CIEL Textile Limited and all its subsidiaries are audited 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 audited condensed financial statements are issued pursuant to DEM Rule 18 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.

BRN : C06001871

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP	
	Year ended 30 June 2016 AUDITED	Year ended 30 June 2015 AUDITED
	Rs '000	Rs '000
Net Cash generated from Operating Activities	773,085	514,889
Net Cash used in Investing Activities	(843,516)	(346,825)
Net Cash used in Financing Activities	(52,825)	(61,278)
(Decrease)/Increase in Cash and Cash Equivalents	(123,256)	106,786
Exchange differences	(25,945)	(49,104)
Opening Cash and Cash Equivalents	(219,648)	(277,330)
Closing Cash and Cash Equivalents	(368,849)	(219,648)