CAUDAN DEVELOPMENT LIMITED

ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS

DECEMBER 31st 2016

STATEMENTS OF FINANCIAL POSITION

DEVELOPMENT

UNAUDITED

6 mths to 3 mths to

CAUDAN

THE COMPANY

3 mths to

AUDITED

Year to

| | | THE O | ROUP | | THE CO | О М Р А И У |
|--|-----------|---|------------|-----------|-----------|-------------|
| | | UDITED | AUDITED | UNAU | | AUDITED |
| | 31 Dec 16 | 31 Dec 15 | 30 Jun 16 | 31 Dec 16 | 31 Dec 15 | 30 Jun 16 |
| MRs000 | | | | | | |
| Assets | | | | | | |
| Non-current assets | | | | | | |
| Investment property | 3,737,747 | 3,699,418 | 3,710,005 | 3,368,024 | 3,328,204 | 3,340,529 |
| Other non-current assets | 186,454 | 188,905 | 187,558 | 65,162 | 61,753 | 64,866 |
| | 3,924,201 | 3,888,323 | 3,897,563 | 3,433,186 | 3,389,957 | 3,405,395 |
| Current assets | 313,767 | 142,204 | 138,726 | 466,841 | 284,491 | 293,725 |
| Total assets | 4,237,968 | 4,030,527 | 4,036,289 | 3,900,027 | 3,674,448 | 3,699,120 |
| | | | | | | |
| Equity and liabilities | | | | | | |
| Capital and reserves attributable to owners of the parent | | | | | | |
| Share capital | 2,000,000 | 819,520 | 819,520 | 2,000,000 | 819,520 | 819,520 |
| Other reserves | (140) | 2,801 | 2,797 | - | 2,862 | 2,862 |
| Retained earnings | 1,969,861 | 2,096,891 | 2,111,680 | 1,549,809 | 1,673,557 | 1,692,654 |
| Total equity | 3,969,721 | 2,919,212 | 2,933,997 | 3,549,809 | 2,495,939 | 2,515,036 |
| Liabilities | | | | | | |
| Non-current liabilities | | | | | | |
| Borrowings | | 618,000 | 599,500 | | 618,000 | 599,500 |
| Other non-current liabilities | 160,713 | 156,616 | 158,070 | 105,560 | 99,883 | 103,345 |
| other non-current nabilities | 160,713 | 774,616 | 757,570 | 105,560 | 717,883 | 702,845 |
| | 100,715 | //4,010 | 151,570 | 105,500 | /1/,000 | 702,843 |
| Current liabilities | | | | | | |
| Borrowings | 4,939 | 236,536 | 245,579 | 89 | 225,060 | 241,875 |
| Other current liabilities | 102,595 | 100,163 | 99,143 | 244,569 | 235,566 | 239,364 |
| | 107,534 | 336,699 | 344,722 | 244,658 | 460,626 | 481,239 |
| | | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | 5-1-4,7 22 | | | -,01,299 |
| Total liabilities | 268,247 | 1,111,315 | 1,102,292 | 350,218 | 1,178,509 | 1,184,084 |
| Total aguity and liabilities | 4,237,968 | 4,030,527 | 4,036,289 | 3.900.027 | 3.674.448 | 3,699,120 |
| Total equity and liabilities | 4,237,968 | 4,030,327 | 4,000,289 | 5,900,027 | 2,0/4,448 | 2,077,120 |

Restated*

2.919

2.934

2,000,000 1,000,000 1,000,000 **2,000,000** 1,000,000 1,000,000

1.775

1.985

Restated*

2.496

2.515

| | 31 Dec 16 | 31 Dec 15 | 31 Dec 16 | 31 Dec 15 | 30 Jun 16 | 31 Dec 16 | 31 Dec 15 | 31 Dec 16 | 31 Dec 15 | 30 Jun 16 |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| MRs000 | | | | | | | | | | |
| Revenue | 248,276 | 227,317 | 124,757 | 115,650 | 461,486 | 103,346 | 80,961 | 52,250 | 39,454 | 181,876 |
| Operating expenses | (191,256) | (202,413) | (96,345) | (103,087) | (390,865) | (53,825) | (49,626) | (26,300) | (22,164) | (106,682) |
| Operating profit | 57,020 | 24,904 | 28,412 | 12,563 | 70,621 | 49,521 | 31,335 | 25,950 | 17,290 | 75,194 |
| Net finance (costs)/income | (12,664) | (27,115) | 650 | (13,319) | (55,068) | (6,698) | (21,849) | 3,552 | (10,775) | (43,297) |
| Share of loss of joint venture | - | - | (253) | - | - | - | - | - | - | - |
| Profit/(loss) before income tax | 44,356 | (2,211) | 28,809 | (756) | 15,553 | 42,823 | 9,486 | 29,502 | 6,515 | 31,897 |
| Taxation | (6,898) | (204) | (4,530) | (630) | (3,036) | (6,391) | (1,841) | (4,497) | (1,289) | (5,012) |
| Profit/(loss) for the period /year attributable | | | | | | | | | | |
| to owners of the parent | 37,458 | (2,415) | 24,279 | (1,386) | 12,517 | 36,432 | 7,645 | 25,005 | 5,226 | 26,885 |
| Other comprehensive income: Items that will not be reclassified to profit or loss: Remeasurement of retirement benefit obligations, net of deferred tax Items that may be reclassifed subsequently to profit or loss: | | | | | (143) | - | | - | | (143) |
| Exchange difference on translating foreign operations | (75) | (49) | (75) | (53) | (53) | - | | - | | |
| Other comprehensive income for the period/ year attributable to owners of the parent | (75) | (49) | (75) | (53) | (196) | - | - | - | | (143) |
| Total comprehensive income for the period/ year attributable to owners of the parent | 37,383 | (2,464) | 24,204 | (1,439) | 12,321 | 36,432 | 7,645 | 25,005 | 5,226 | 26,742 |
| MRe | | Restated* | | Resta | ted* | | | | | |
| Earnings/(loss) per share | 0.0264 | (0.0024) | 0.0132 | (0.0014) | 0.0125 | | | | | |
| | | (| | (1) (1) | | | | | | |

THE GROUP

3 mths to

AUDITED

Year to

6 mths to

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

6 mths to

UNAUDITED

6 mths to 3 mths to

STATEMENTS OF CHANGES IN EQUITY

| | | Share | Other | Retained | Tota |
|--|---|--|--|---|---|
| | | Capital | Reserves | Earnings | Equity |
| MRs000 | | | | | |
| Attributable to owners of the parent | | | | | |
| THE GROUP | | | | | |
| Balance as at July 1st 2015 | | 819,520 | 2,850 | 2,099,306 | 2,921,676 |
| Total comprehensive income for the period | - | 810 5 20 | (49) | (2,415) | (2,464) |
| At December 31st 2015 | - | 819,520 | 2,801 | 2,096,891 | 2,919,212 |
| Balance as at July 1st 2015 | | 819,520 | 2,850 | 2,099,306 | 2,921,676 |
| Total comprehensive income for the year | | | (53) | 12,374 | 12,321 |
| At June 30th 2016 | _ | 819,520 | 2,797 | 2,111,680 | 2,933,997 |
| | | | | | |
| Balance as at July 1st 2016 | | 819,520 | 2,797 | 2,111,680 | 2,933,997 |
| Bonus Issue Total comprehensive income for the period | | 180,480 | (2,862) (75) | (177,618) 37,458 | 37,383 |
| Rights Issue net of issue costs | | 1,000,000 | (75) | (1,659) | 998,341 |
| At December 31st 2016 | - | 2,000,000 | (140) | 1,969,861 | 3,969,721 |
| At betember 913t 2010 | - | 2,000,000 | (140) | 1,707,001 | 3,707,722 |
| | | | | | |
| THE COMPANY | | | | | |
| Balance as at July 1st 2015 | | 819,520 | 2,862 | 1,665,912 | 2,488,294 |
| Total comprehensive income for the period | - | - | | 7,645 | 7,64 |
| At December 31st 2015 | - | 819,520 | 2,862 | 1,673,557 | 2,495,939 |
| Balance as at July 1st 2015 | | 819,520 | 2,862 | 1,665,912 | 2,488,294 |
| Total comprehensive income for the year | | | -, | 26,742 | 26,742 |
| At June 30th 2016 | _ | 819,520 | 2,862 | 1,692,654 | 2,515,036 |
| | | | | | |
| Balance as at July 1st 2016 | | 819,520 | 2,862 | 1,692,654 | 2,515,036 |
| Bonus Issue | | 180,480 | (2,862) | (177,618) | |
| Total comprehensive income for the period | | - | - | 36,432 | 36,432 |
| Rights Issue net of issue costs | - | 1,000,000 | - | (1,659) | 998,34 |
| At December 31st 2016 | - | 2,000,000 | - | 1,549,809 | 3,549,809 |
| | | | | | |
| Cormont Bonorting | | | | | |
| Segment Reporting | | Property | Security | Eliminations | Tota |
| MRs000 | | Property | Security | Eliminations | Tota |
| MRs000 December 31st 2016 | | . , | , | Eliminations | |
| MRs000 December 31st 2016 External sales | | 125,884 | 122,392 | - | |
| MRs000 December 31st 2016 External sales Intersegment sales | _ | 125,884 2,400 | 122,392 9,062 | - (11,462) | 248,276 |
| MRs000 December 31st 2016 External sales Intersegment sales | - | 125,884 | 122,392 | - | Tota 248,276 248,276 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue | - | 125,884 2,400 | 122,392 9,062 | - (11,462) | 248,276 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result | - | 125,884 2,400 128,284 | 122,392 9,062 131,454 | (11,462) (11,462) | 248,276 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 | - | 125,884 2,400 128,284 53,702 | 122,392 9,062 131,454 3,381 | (11,462) (11,462) | 248,276 248,276 57,020 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales | - | 125,884 2,400 128,284 53,702 103,850 | 122,392 9,062 131,454 3,381 123,467 | (11,462) (11,462) (63) | 248,276 248,276 57,020 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales | - | 125,884 2,400 128,284 53,702 103,850 2,400 | 122,392 9,062 131,454 3,381 123,467 9,285 | (11,462) (11,462) (63) (11,685) | 248,276 248,276 57,020 227,317 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue | | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 | (11,462) (11,462) (63) | 248,270 248,270 57,020 227,317 227,317 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue | | 125,884 2,400 128,284 53,702 103,850 2,400 | 122,392 9,062 131,454 3,381 123,467 9,285 | (11,462) (11,462) (63) (11,685) | 248,276 248,276 57,020 227,317 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result | - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 | (11,462) (11,462) (63) (11,685) | 248,270 248,270 57,020 227,317 227,317 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 | - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) | (11,462) (11,462) (63) (11,685) | 248,270 248,270 57,020 227,317 227,317 24,904 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales | - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 | (11,462) (11,462) (63) (11,685) (11,685) | 248,276 248,276 57,020 227,317 227,317 24,904 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales | - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) | (11,462) (11,462) (63) (11,685) | 248,276 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue | | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 |
| MRS000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue | - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 |
| Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result Earnings/(loss) per share | - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 |
| MRs000 December 31st 2016 External sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Total revenue Segment result Segment result | - - - - - - - - - - - - - - - - - - - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (11,685) (23,909) (23,909) (23,909) | 248,276 248,276 57,026 227,317 24,904 461,486 461,486 70,622 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result External sales Intersegment sales | - - - - - - - - - - - - - - - - - - - | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (11,685) (23,909) (23,909) (23,909) | 248,274 248,274 57,024 227,317 24,904 461,484 461,484 70,623 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result External sales Intersegment sales | | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 UNAUD | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (23,909) (23,909) (23,909) | 248,270 248,270 27,317 227,317 24,900 461,480 461,480 70,62 5 R O U I AUDITEI |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result External sales Intersegment sales | 6 mths to | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 UNAUD 6 mths to | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (23,909) (23,900) (23,900) (23,900) (23,900) (23,900) (23,90) | 248,270 248,270 27,317 227,317 24,904 461,480 461,480 70,623 5 R O U I AUDITEE Year tu |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result External sales Intersegment sales | | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 UNAUD | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (23,909) (23,909) (23,909) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 70,621 5 R O U IF AUDITED Year to |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result Earnings/(loss) per share The earnings/(loss) per share has been calculated a MRs000 | 6 mths to | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 UNAUD 6 mths to | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (23,909) (23,900) (23,900) (23,900) (23,900) (23,900) (23,90) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 70,621 5 R O U IF AUDITED Year to |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Total revenue Segment result Earnings/(loss) per share The earnings/(loss) per share has been calculated a | 6 mths to | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 UNAUD 6 mths to | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (23,909) (23,900) (23,900) (23,900) (23,900) (23,900) (23,90) | 248,276 248,276 57,020 227,317 227,317 24,904 461,486 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result Earnings/(loss) per share The earnings/(loss) per share has been calculated a MRs000 Group profit/(loss) attributable to owners of the | 6 mths to 31 Dec 16 | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 0,0760 0,0760 0,0760 0,0760 0,0760000000000 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (23,909) (23,909) (23,909) (23,909) T H E (3 mths to 31 Dec 15 (1,386) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 70,621 5 R O U F AUDITED Year to 30 Jun 16 |
| MRs000 December 31st 2016 External sales Intersegment sales Total revenue Segment result December 31st 2015 External sales Intersegment sales Total revenue Segment result June 30th 2016 External sales Intersegment sales Total revenue Segment result Earnings/(loss) per share The earnings/(loss) per share has been calculated a MRs000 Group profit/(loss) attributable to owners of the | 6 mths to 31 Dec 16 | 125,884 2,400 128,284 53,702 103,850 2,400 106,250 25,052 219,957 4,800 224,757 69,676 0,676 0,070000000000 | 122,392 9,062 131,454 3,381 123,467 9,285 132,752 (148) 241,529 19,109 260,638 945 945 | (11,462) (11,462) (63) (11,685) (11,685) (11,685) (11,685) (23,909) (23,900) (23,900) (23,900) (23,900) (23,900) (23,90) | 248,276 248,276 57,020 227,317 24,904 461,486 461,486 70,621 5 R O U F AUDITED Year to 30 Jun 16 |

STATEMENTS OF CASH FLOWS

| | | THE G | ROUP | | THE CO | MPANY |
|---|-----------|------------|-----------|-----------|-----------|-----------|
| | UNAU | DITED | AUDITED | UNAUI | DITED | AUDITED |
| | 6 mths to | 6 mths to | Year to | 6 mths to | 6 mths to | Year to |
| | 31 Dec 16 | 31 Dec 15 | 30 Jun 16 | 31 Dec 16 | 31 Dec 15 | 30 Jun 16 |
| MRs000 | | | | | | |
| Net cash generated from operating | | | | | | |
| activities | 50,933 | 3,486 | 34,942 | 37,688 | 5,442 | 31,227 |
| let cash used in investing activities | (37,513) | (45,908) | (67,660) | (25,538) | (53,087) | (77,105) |
| Net cash generated from/(used in) | | | | | | |
| financing activities | 20,326 | (18,550) | 140,837 | 15,826 | (8,187) | 141,000 |
| Net increase/(decrease) in cash and | | | | | | |
| cash equivalents | 33,746 | (60,972) | 108,119 | 27,976 | (55,832) | 95,122 |
| Cash and cash equivalents at beginning | | | | | | |
| of the year | (30,261) | (138,216) | (138,216) | (26,744) | (121,702) | (121,702) |
| Effect of foreign exchange rate changes | (40) | (54) | (164) | (39) | (65) | (164) |
| Cash and cash equivalents at end of the | | | | | | |
| period/year | 3,445 | (199, 242) | (30,261) | 1,193 | (177,599) | (26,744) |

| Bank and cash balances | 3,445 | 181 | 318 | 1,193 | 148 | 131 |
|------------------------|-------|-----------|----------|-------|-----------|----------|
| Bank overdrafts | - | (199,423) | (30,579) | - | (177,747) | (26,875) |
| | 3,445 | (199,242) | (30,261) | 1,193 | (177,599) | (26,744) |
| | | | | | | |

Notes

MRs

No.000

Net assets per share

Number of shares in issue

The abridged interim financial statements for the quarter ended December 31st 2016 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 June 30th 2016 and comply with IAS 34.

Results

Although, subdued trading conditions and competitive pressures continue to prevail, we are pleased to report improved performance during the period under review. Net property income more than doubled reflecting mainly the increased occupancy across our property segment. Our security segment also fared well and posted a positive contribution to our group results. Finance costs reduced considerably pursuant to a fall in interest rates and the raising of capital by way of Rights Issue.

Outlook

The directors are confident that the profit for the year ending June 30th 2017 will be well above that of 2016.

Both our property and security segments are expected to continue to perform well during the second semester, which will in addition benefit fully from the positive impact of our improved cash position.

Share capita

Further to the approval of shareholders at a special meeting held on August 10th 2016, the company issued to its shareholders on August 31st 2016, 180,480,000 bonus shares in the proportion of 0.220226474 share for each share held at that date and thereafter a proposed Rights Issue of one new ordinary share for each ordinary share held after the Bonus Issue at an issue price of MRe1.00 each, totalling 1,000,000,000 new ordinary shares and resulting in an overall total issue of 1,180,480,000 new ordinary shares. At December 31st 2016, the share capital therefore stood at MRs2bn.

The proceeds of the Rights Issue amounting to MRs1bn has been used to reduce the level of our bank borrowings and will continue to finance the Phase III development.

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 upon request from the secretary, free of charge, at Caudan Development Limited, c/o Promotion and Development Ltd, 8th Floor, Dias Pier, Le Caudan Waterfront, Port Louis These abridged unaudited interim financial statements were approved for issue by the Board of Directors on

These abridged unaudited interim mnancial statements were approved for issue by the Board of Directors on February 13th 2017.

By order of the board Jocelyne Martin Secretary February 13th 2017

* For comparative purposes, the net assets value per share and earnings per share for December 2015 and June 2016 were recomputed based on the number of ordinary shares further to the Bonus Issue.

These abridged unaudited interim financial statements are issued pursuant to listing rule 12.20 and section 88 of the Securities Act 2005.

The Board of Directors of Caudan Development Limited accepts full responsibility for the accuracy of the information contained in these abridged unaudited interim financial statements.

Copies of the abridged unaudited interim financial statements are available, upon request from the secretary, free of charge, at Caudan Development Limited, c/o Promotion and Development Ltd, 8th Floor, Dias Pier, Le Caudan Waterfront, Port Louis