

Market Review 2017Q1

Market Highlights

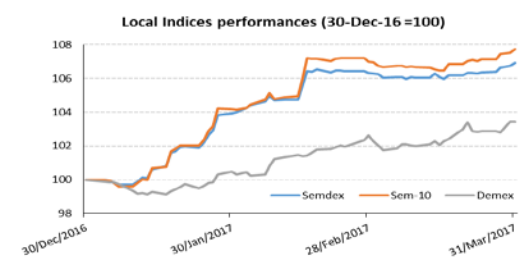
14th Apr. 2017

Official Market	
Top Gainers	Δ Quarter
IBL LTD	28.7%
SUN RESORTS	13.8%
NIT	13.7%
CIM Financial Services	13.6%
VIVO ENERGY	13.2%
Top Losers	Δ Quarter
Go Life International (USD)	-50.0%
Mara Delta Property Holdings - (Mur)	-12.2%
Mara Delta Property Holdings - (USD)	-7.8%
CMPL	-5.8%
LUX ISLAND RESORTS	-3.8%
Most Active	(Rs'm)
MCB GROUP	878.0
NMH	730.4
SBM HOLDINGS	335.9
CIEL	141.4
LUX ISLAND RESORTS	98.4

DEM	
Top Gainers	Δ Quarter
COVIFRA	110.8%
MEDICAL & SURGICAL	38.5%
ENL (P)	13.8%
EUDCOS	11.6%
QUALITY BEVERAGES	11.3%
Top Losers	Δ Quarter
UNION SUGAR ESTATE	-12.3%
UNITED INVESTMENTS	-6.7%
UNITED BUS SERVICE	-5.1%
FORGES TARDIEU	-5.0%
TROPICAL PARADISE (O)	-3.2%
Most Active	(Rs'm)
ABC BANKING	38.7
ATTITUDE PROPERTY	36.5
MEDINE LTD	33.7
CIEL TEXTILE	30.2
EUDCOS	18.1

Indices			
	Mar-17	Dec-16	% change
Semdex	1,933.37	1,808.37	6.9%
SEM-10	371.76	345.04	7.7%
Demex	210.35	203.36	3.4%
S&P 500	2,362.72	2,238.83	5.5%
DOW JONES(INDUSTRY)	20,663.22	19,762.60	4.6%
CAC 40	5,122.51	4,862.31	5.4%
SENSEX	29,620.50	26,626.46	11.2%
DAX	12,312.87	11,481.06	7.2%
NIKKEI	18,909.26	19,114.37	-1.1%
FTSE 100	7,332.92	7,142.83	2.7%

Source: SEM and Bloomberg



The **U.S stock markets** posted a strong performance in the first quarter 2017 with the **S&P 500** rising by 5.5%, lead by the Tech sector which gained 12.6%. Improving economic conditions such as falling unemployment, rising wages, higher consumer confidence coupled with expectations that President Donald Trump administration will bring pro-growth reforms lead to rallying of stocks. International markets outpaced the S&P as highlighted by **MSCI ACWI ex-USA** which grew by 7.9%. The **MSCI EAFE Index** of developed markets went up by 7.3%. Emerging markets performance were quite robust as well with a surge of 11.5% for the **MSCI Emerging markets Index**.

On the **local front**, the Mauritian Bourse rekindled to gain further momentum, thereby closing the quarter in positive territories. The **Semdex** and the **SEM-10** rose significantly by 6.9% and 7.7% to 1,933.37 points and 371.76 points respectively. As such, in terms of performance, this quarter has been the best first quarter after three previous years. Total **turnover** on both markets (Official & DEM) amounted to Rs3.12bn, of which 36.1% were **foreign participation**. **Foreigners** were yet again net sellers, to the tune of Rs708.79m with **NMH** and **SBMH** witnessing majority of sales. On the economic front, latest release by Statistics Mauritius shows a revised **growth** of 3.5% for 2016 and a forecast of 3.8% for 2017. Major growth drivers will emanate from the sector **Finance and Insurance activities** (+0.7% point), **wholesale & retail trade** (+0.4% point), **Construction** (+0.3% point) and **Accommodation & Food Service Activities** (+0.3% point), amongst others. The **Key Repo Rate** which has been particularly accommodative in the past year, has been kept unchanged at 4.00% on the 20th Feb 2017. Rising **business confidence** and higher **public investment** are expected to provide impetus to domestic output in 2017.

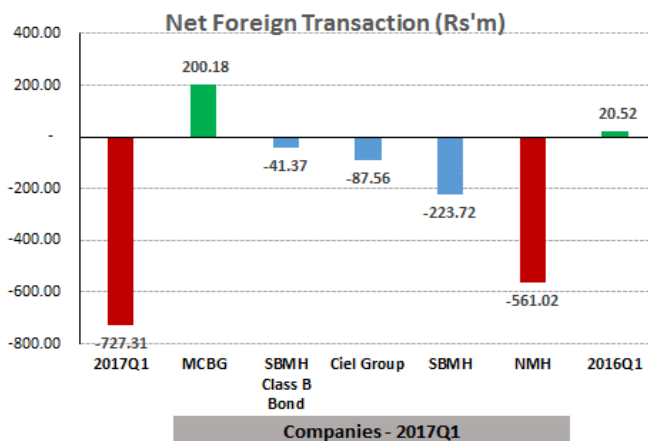
On the **political scene**, Mauritian Prime Minister Sir Anerood Jugnauth stepped down to hand power to Hon. Minister of Finance, Mr Pravind Jugnauth on Monday 23rd January 2017. The latter now holds the post of Minister of Home Affairs, External Communications and National Development Unit, Minister of Finance and Economic Development while Sir Anerood Jugnauth is currently the Minister Mentor, Minister of Defence and Minister of Rodrigues.

Key 1Q2017 STATISTICS ON THE SEM (Official & DEM)	
Total Market Turnover (Rs'm)	3,122.39
Number of trading sessions	60 days
Average Daily Turnover (USD'000)	1,461.38
Net Foreign Sales (Rs'm)	708.96
Foreign Participation	36.1%

Official Market

Official Indicators	31-Mar-17	30-Dec-16	Δ Quarter
SEM-ASI	1,920.65	1,852.57	3.7%
Semdex	1,933.37	1,808.37	6.9%
SEM-10	371.76	345.04	7.7%
SEM-VWAP	1,922.15	1,853.13	3.7%
Semtri (USD)	2,980.93	2,744.60	8.6%
Market Cap - SEMDEX. (MUR bn.)	231.07	216.11	6.9%
Market Cap - SEM-ASI. (MUR bn.)	358.48	338.07	6.0%
PER (x)	16.28	16.39	-0.7%
Dividend Yield (%)	2.77	3.29	-15.6%
		2017Q1	2016Q1
Volume Traded (m.)		155.6	606.1
Value Traded (MUR m.)		2,850.4	4,142.2
Average Daily Turnover (USD '000)		1,334.08	1,916.38

The market was quite *buoyant* during this first quarter with all *indices* on the upside. Propelled by the outstanding performance of *IBL Ltd* (+28.7%) and other notable performances like *NMH* (+11.4%), *SBMH* (+6.9%) and *MCBG* (+4.0%) amongst others, the *SEM-10* hiked by 7.7% to settle at 371.76 points. *Turnover* stood at Rs2.85bn with largest Banking Group *MCBG* and largest Hotel Group *NMH* making 56.4% of quarterly TMT. *IBL Ltd* has been maintaining an escalating trend since its listing, closing at Rs39.65 for 2017Q1, and at the time of writing, reached its fresh all-time high of Rs41.05. Finance company *CIM* which announced the disposal of its global business segment for a consideration of USD90.3m to *SGG Participations S.A* rose by 13.6% to Rs8.20 (+13.6%). Significant value drivers on the investment counter included *Ciel* (+6.3%), *Alteo* (+7.8%) and *Terra* (Unch.). Amongst hotels, *NMH* which was subject to a mandatory offer after *ENL Land* and *Rogers* jointly acquired controlling stake in the stock, saw its price closing at the offer price of Rs21.00 itself (+11.4%). The stock witnessed significant pull-out from foreigners, to the net amount of Rs561.0m during the quarter. Peer *SUN* which now has all its hotels in operations emerged as the second top gainer of the session to settle at Rs40.00 (+13.8%). *LUX* on the other hand edged down to Rs57.25 (-3.8%). National carrier *Air Mauritius* which announced a dividend of Rs1.00 per share for its financial year ending 31st March 2017, gained a further 2.8% to settle at Rs14.50.



Stocks by largest market caps (Semdex)	Δ P Quarter	Value Traded (Rs'm)	Value Traded (USD'm)
MCB Group Limited	▲ 4.0%	878.0	24.7
IBL Ltd	▲ 28.7%	82.5	2.3
SBM Holdings Ltd	▲ 6.9%	335.9	9.4
ENL Land Ltd	▲ 3.7%	21.1	0.6
CIEL Limited	▲ 6.3%	141.4	4.0
New Mauritius Hotels Ltd	▲ 11.4%	730.4	20.5
Alteo Ltd	▲ 7.8%	47.4	1.3
Lux Island Resorts Ltd	▼ -3.8%	98.4	2.8
Phoenix Beverages Ltd	▲ 0.1%	13.2	0.4
Rogers & Co. Ltd	- 0.0%	12.9	0.4
Terra Mauricia Ltd	- 0.0%	31.4	0.9
Sun Limited	▲ 13.8%	36.6	1.0
CIM Financial Services Ltd	▲ 13.6%	29.9	0.8

Notable Events:

SBMH – a Share Purchase Agreement has been executed pertaining to the acquisition of Fidelity Commercial Bank (FCB) in Kenya by SBM Africa Holdings Ltd. This is in line with SBMH's regional expansion strategy into East Africa.

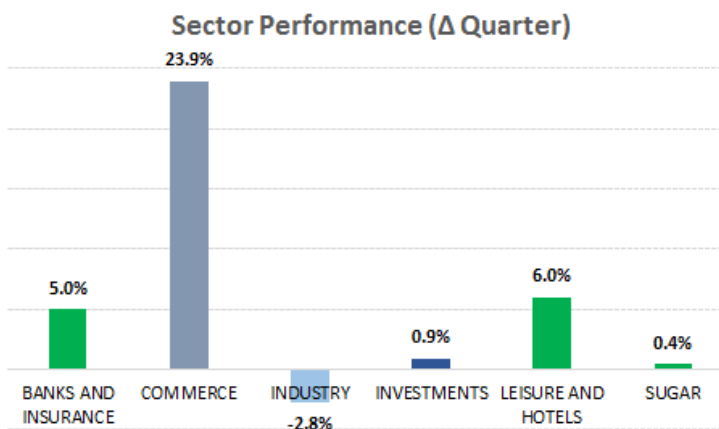
ENL Land & Rogers - acted in concert and acquired respectively 253,955 and 461,045 ordinary shares of New Mauritius Hotels Ltd (NMH) at a price of Rs21.00. After this transaction, ENL Land and Rogers together held 30.019% of the rights attached to the voting shares of NMH. Subsequently, a mandatory offer at Rs21.00 was made to minority shareholders of NMH. NMH received valid acceptances for 25,555,000 shares of NMH (representing 5.28% of issued cap), amounting to some Rs537m. This has brought the total holdings of ENL Land and Rogers to 35.29% in NMH. The acquisition of additional NMH shares by ENL Land and Rogers reflects their long-term strategy to position the hospitality sector as one of their main pillars.

SUN Ltd- Mr. Jean-Pierre Dalais has been appointed as Chairman of the Company in replacement of Mr. P. Arnaud Dalais. The latter remains a member of the Board as Non-Executive Director.

Ciel/Medical & Surgical- transaction process relating to the taking over of Apollo Bramwell Hospital business operations by Medical & Surgical has been successfully completed.

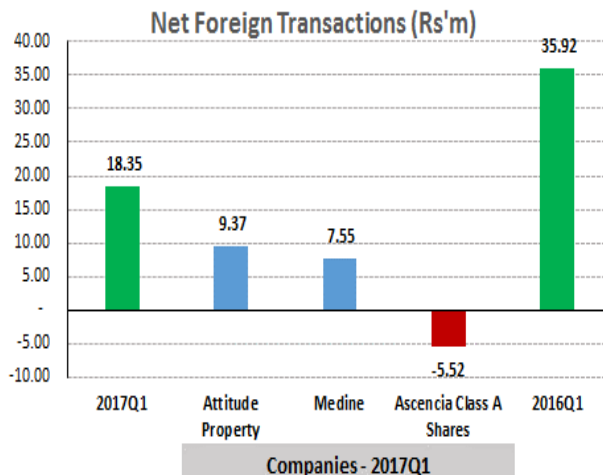
CIM - entered into a share sale agreement for the sale of its Global Business activities to SGG Participations S.A. ('SGG'). The provisional consideration based on latest estimates is expected to be approximately USD90.3 million equivalent to approximately MUR3.2 billion which represents a profit on disposal of MUR2.5 billion or MUR3.60 per share. Further to this announcement, the Board announced that at a special meeting held on Friday 31st March 2017, the shareholders of CIM have approved the sale of the shares held by the Company in the Cim Global Business companies to SGG Participations S.A.

New Listing on the Debt Board – Commercial Investment Property Fund Ltd – Senior & Junior Tranche- Floating Rate Notes.



DEM

DEM Indicators	31-Mar-17	30-Dec-16	Δ Quarter
Demex	210.35	203.36	3.4%
Demtri (MUR)	276.60	265.70	4.1%
Demtri (USD)	245.64	232.53	5.6%
Market Cap. (MUR bn.)	48.95	46.85	4.5%
PER (x)	9.54	10.06	-5.1%
Dividend Yield (%)	3.31	3.44	-3.7%
		2017Q1	2016Q1
Volume Traded (m.)		16.9	17.1
Value Traded (MUR m.)		272.0	420.8
Average Daily Turnover (USD '000.)		127.3	194.7



Trading on the **DEM** has been thin during the first quarter with a **turnover** of Rs272.0m geared mostly towards **ABC Banking**, **Attitude Property**, **Medine** and **Ciel Textile** which made up 51.1% of TMT. The banking stock which soared by a notable 83.3% during 2016 saw its price closing slightly lower at Rs27.50 (-1.8%). At the time of writing, the stock lost further steam to Rs24.00 which might be an interesting BUY given that the bank is laid on good fundamentals as witnessed by its increasing profits, low Non-Performing Loans, commendable ROE and a significant decrease in its credit impairment due to proper risk management.

Stocks by largest market caps	Δ P	Value Traded (Rs'000)	Value Traded (USD'000)
Medine Ltd	-0.4%	33,678.60	945.76
Ascencia Ltd (Class A Shares)	0.4%	12,056.07	338.56
Ciel Textile Ltd	1.9%	30,209.94	848.36
Constance Hotels Services Ltd	1.9%	12,727.32	357.41
Swan Life Ltd	8.7%	2,809.31	78.89

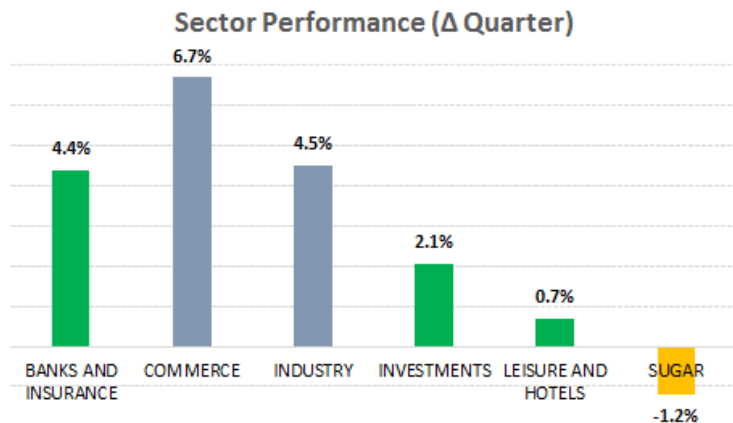
Sugar stock **Medine** inched down to Rs63.25 (-0.4%) while **Ciel Textile** rose to Rs43.30 (+1.9%). Significant movers on the counter were **COVIFRA** (+110.8%), **Medical & Surgical** (+38.5%), **ENL(P)** (+13.8%), **UNSE** (-12.3%) and **UTIN** (-6.7%), amongst others.

Notable Events

Bharat Telecom – was withdrawn from the DEM as from market close of 20th March 2017. The Company continues to operate as a private company.

UTIN – Shareholders approved the rights issue of 52,631,579 New Ordinary Shares at an issue price of Rs9.50 in a proportion of 0.34749 New Ordinary Shares for every 1 Ordinary Share held at the close of business on 16th January 2017.

Tropical Paradise Co Ltd (TPCL) – Indigo acquired 0.8% of the issued share capital of TPCL. As a result, Indigo has made a mandatory offer to the Shareholders of TPCL to acquire the ordinary shares of TPCL not already held by Indigo at Rs6.30 per share.



Key Macro Indicators

- 2017F GVA growth: +3.8% (2016: +3.5%, 2015: +3.0%)
- Moody's Rating: Baa1 rating with a stable outlook (April 2017)
- Headline Inflation Rate: +1.3% (March 2017)
- Key Repo Rate: 4.0% (Feb 2017)
- Unemployment Rate: 7.4% (2016 est.)

GVA growth of 2016 revised downwards but still higher than 2015

Statistics Mauritius recently reported a revised **growth** of 3.5% for year 2016, a 0.1% point lower than the estimate made in its December 2016 National Accounts issue. The slump in these forecasted figures is to be attributed to the weaker-than-expected performance of the **Agriculture, Manufacturing, Information and Communication and Public Administration and Defence** industries. **Agriculture** retreated due to the lower performance of the sugarcane industry (3.7% instead of a forecast of 3.9%) based on lower **sugar** production. **Manufacturing** saw a contraction of 0.1% instead of a growth of 0.3% mainly owing to the lower performance of **textile manufacturing** (-5.5% instead of -3.0%). **Information and Communication** grew by 5.9% instead of 6.5% and **public administration and defence** grew by 2.5% instead of 3.0%. Key upward revisions include: **Transport and storage** which grew by 3.9% instead of 3.8%, due to an increase observed mainly in air transport. **Accommodation and Food services** grew by a note-worthy 9.2%, higher than the 8.4% estimated, based on a revised figure of **tourist arrivals** of 1,275,227 (10,227 higher than the previous December estimate). Most important however, is the fact that the economy grew at a **higher** rate than 2015 (+3.5% v.s a meagre growth of +3.0% in 2015).

Higher investment to contribute towards forecasted growth of 3.8% in 2017

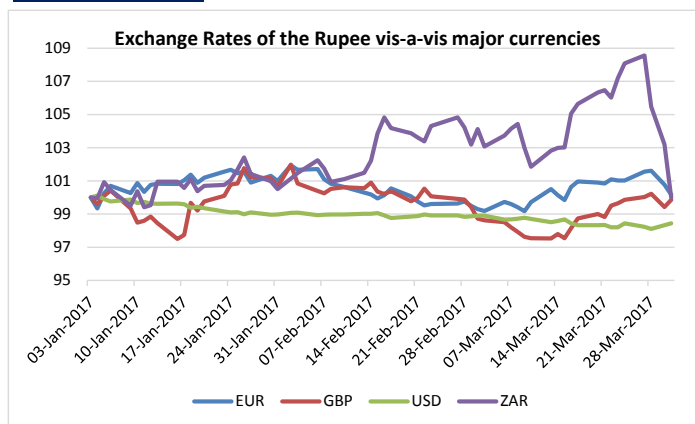
The **manufacturing** sector, which contributes the most to GVA growth (13.9% in 2016), is projected to grow by 1.1% in 2017, after contracting by 0.1% in 2016. Growth in **Accommodation and Food Services Activities** (AFSA) is expected to be 4.1% based on a forecasted 5.1% increase in tourist arrivals (1,340,000 in 2017 instead of 1,275,227 in 2016). **Construction** is expected to rebound by 7.0% after having registered no growth in 2016. This is mainly due to high **investment** expected in both **private and public projects. Financial and insurance activities** is expected to grow at a lower rate of 5.5% in 2017 compared to 5.7% in 2016, after considering the protocol amendments to the Double Taxation Avoidance Agreement (DTAA) between Mauritius and India.

Mauritius might benefit from the recent downgrade of South Africa's credit rating to 'junk'. Our largest local banks, which are of investment grade ratings having significant growth prospects and strong fundamentals, might witness some foreign inflows & increased participation in trade financing on the African continent.

Real GDP growth rate (%)	2014	2015	2016	2017F
Gross Value Added at current basic prices	3.6	3	3.5	3.8
Growth rate by sector (%)				
Sugarcane	-3.5	-6.2	5.5	0.9
Manufacturing	1.8	0.0	-0.1	1.1
Accommodation and Food Services	6.1	8.7	9.2	4.1
Construction	-8.5	-4.9	0.0	7.0
Financial Services	5.5	5.3	5.7	5.5

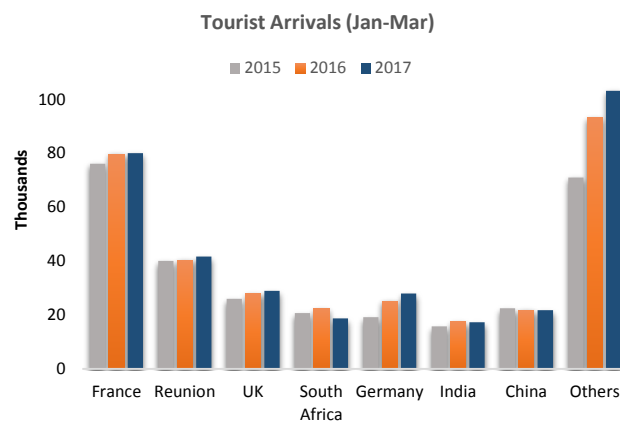
Source: Statistics Mauritius, March 2017 Issue

Forex Movement



Source: Bank of Mauritius Consolidated Exchange Rates

Tourist arrivals maintaining its momentum





Source: Statistics Mauritius


Tourist arrivals for the first quarter of 2017 increased by 3.6% compared to the corresponding period in 2016. Our main market, **Europe**, saw a 4.7% increase with 208,876 tourists (9,351 more than Q1 2016). **France** (+0.5%), **Germany** (+11.7%) and **United Kingdom** (+3.8%) all noticed a rise in tourist arrivals. Emerging market, **Asia** also saw a rise of 4.8%, with **China** inching up by 0.3% while **India** contracted by 1.3%. **Africa** saw a reduction of 2.9%, mainly driven by a 16.4% fall in tourist arrivals from **South Africa**. However, **Reunion Island** inched up by 3.3% to 41,646 tourists. The opening of the Asia-Africa air corridor in October 2016 seemed fruitful, as seen by a 157.8% increase from Malaysia. For 2017, the Bank of Mauritius is forecasting a slightly lower **tourism earnings** of Rs58bn instead of Rs59bn forecasted earlier. This revised figure represents an increase of 3.8% over the Rs55.9bn registered in 2016.


On another note, on the 13th February 2017, **AirAsia X** confirmed the suspension of its 3-times weekly services from Kuala Lumpur to Mauritius as from end of March 2017. However, we still expect our national carrier **Air Mauritius** to perform well following the decision to widen its fleet and increase the frequency of some of its flights to tap in new. In addition, the company is paying a dividend of Rs1.00 per share for its financial year ending 31st March 2017 after not paying any for its two previous financial years. While growth in tourist arrivals for this 2017Q1 over 2016Q1 seems to be low at merely 3.6%, we should bear in mind that last year, Easter was in March 2016 while this year **Easter** is being celebrated in April 2017. Arrivals in April may surge. Hotel stock **SUN** is currently benefiting from its full inventory as from December 2016. Bookings for the forthcoming quarter seems encouraging.


Outlook


Comments	Key Metrics	
MCB Group (Buy)	Price (Rs)	227.00
<p>For the first semester of its FY2016/17:</p> <ul style="list-style-type: none"> • Net interest income reached Rs4.75bn (+8.0%) • Net fee and commission income decreased to stand at Rs1.67bn (-1.3%) • 'Other income' grew by 23.1%, boosted by a rise in profit on exchange (+25%) and higher revenue from some non -banking entities. • The share of income from associates rose by Rs44m on account of improved results from PAD Group • Operating expenses rose to Rs3.2bn (+6.8%) • Credit impairment charges (+ 7.7%) • Attributable profits reached Rs3.37bn (+7.1%), mainly driven by the performance at the level of MCB Ltd notably within its Segment A (domestically sourced) activities. <p>Outlook - Trade finance activities are expected to get a boost from the pick-up in oil prices following OPEC's decision to restrict output. Even though Group profits were mainly driven by its Segment A activities, we notice efforts to boost its Segment B activities. The Group is now looking for other opportunities related to the energy sector which is slightly riskier than trade finance – a recent development being the agreement into a Pre-export Finance Facility of US\$ 100m with Erin Energy Corporation and its subsidiary, Erin Petroleum Nigeria Limited in early February 2017. As a result, impairment arising from Segment B activities might be on the rise. The loan book is expected to improve with the implementation of public investment projects as well as some private sector projects. We see growth potential, albeit a smaller growth rate than last year, owing to some items that may not necessarily recur, given their exceptional nature. Financial soundness indicators are expected to stay at comfortable levels to support the Group's growth strategy.</p>	Δ Quarter 	4.0%
	High	228.00
	Low	213.25
	VWAP	222.73
	P/E	7.9
	P/NAV	1.3
	DY	3.9%


SBM Holdings (Buy)	Price (Rs)	7.96
<p>For its financial year ending 31st Dec 2016:</p> <ul style="list-style-type: none"> • Net interest income reached Rs 4.4bn (+3.1%) • Net fee and commission income amounted to Rs 1.1bn (+2.3%) • Operating income was up by 3.1% to Rs 6.4bn • Non-interest expense increased by 20.7% to Rs 2.7bn on the back of IT costs and salary increases • PAT grew by 43.6% to Rs 2.3bn as a result of lower net impairment loss on financial assets. <p>Outlook - The Banking Group acquired an investment banking license and is looking to develop factoring and microfinance business. The Group also has plans for its Indian and African expansion now that its new IT platform is operational.</p>	Δ Quarter 	6.9%
	High	7.24
	Low	6.50
	VWAP	6.95
	P/E	8.9
	P/NAV	1.0
	DY	5.0%


Cim Financial Services Ltd (Buy)	Price (Rs)		8.14
For the quarter ended 31st Dec 2016:	Δ Quarter		13.6%
• Net Interest Income (+32.5%) to Rs156.9m	High		9.10
• Fees and Commission & Other Income (+2.9%) to Rs366.1m (vs 2015: Rs355.8m)	Low		7.16
• Net Operating income reached Rs523.0m (+10.3%) (vs FY2015: Rs474.2m)	VWAP		7.83
• Non-Interest expense increased to Rs315.1m (+10.8%)	P/E		8.8
• PAT stood at RS139.2m (-23.1%)	P/NAV		1.5
Outlook - CIM has recently took the strategic step to dispose its Global Business Segment which comprises of 23 entities to SGG Participations S.A. This decision has already been approved by the Shareholders and is now awaiting for the approval of the regulatory bodies. The carrying of CGB at completion date is expected to be MUR753.3 million resulting in a profit of MUR2.4 billion or MUR3.56 per share. No Communique or comment have been obtained from Management about ways profit from disposal will be utilised. However, if rumours from local newspaper turn out to be true, the Group shall acquire one of the biggest international bank operating on the island.	DY		4.2%


New Mauritius Hotels Ltd (Accumulate)	Price (Rs)		21.20
For its quarter ending 31st Dec 2016:	Δ Quarter		11.4%
• Turnover went down by 6.5% to Rs 3.1bn	High		21.50
• EBITDA was lower by 6.1% to Rs 932m	Low		18.85
• PAT was slightly up by 1.3% to Rs 547m	VWAP		20.99
Outlook - Operations in Mauritius are expected to be slightly behind in the next quarter as Easter period will be in April as compared to March last year. NMH has signed a hotel management agreement with AccorHotels Group with respect to the Royal Palm Marrakech which was the problem child of the Group. The hotel will operate as Fairmont Royal Palm from now on and agreement is being finalized for the management of Royal Palm residential development under the Fairmont brand. AccorHotels is a world-leading travel & lifestyle group with more than 4,100 hotels among which 37 hotels in Morocco. We need to see how the Marrakech story evolves as no details has been given on the financial side of the contract but we expect the hotel to benefit from the global network of AccorHotels.	P/E		-
	P/NAV		0.8
	DY		-


Sun Ltd (Buy)	Price (Rs)		41.30
For its quarter ending 31st Dec 2016:	Δ Quarter		13.8%
• Turnover grew by 19.6% for the quarter to Rs 1.9bn	High		40.00
• Operating profit was up by 47.0% to Rs 439.9m	Low		35.10
• PAT reached Rs 219.4m compared to Rs 4.6m for corresponding quarter last year.	VWAP		39.52
Outlook - The Group changed from a volume strategy to room-rate growth and we expect Sun to keep its momentum with all of its resorts being operational since December 2016.	P/E		-
	P/NAV		0.8
	DY		-


LUX Island Resorts Ltd (Accumulate)	Price (Rs)		58.00
For its quarter ending 31st Dec 2016:	Δ Quarter		-3.8%
• Turnover reached Rs 1.7bn (+7.2%)	High		59.75
• EBITDA grew by 8.8% to Rs 534m	Low		57.00
• PAT was significantly up by 72.1% to Rs 498m on the back of profit on disposal of property amounting to Rs 195m	VWAP		58.81
Outlook - The Group expects both revenue and EBITDA for the third quarter to be in line with last year. Management announced the renovation of LUX* Grand Gaube for June to Dec 2017 while the redevelopment of Merville into LUX* Grand Bay should not commence in 2017. Some closure costs should thus impact on the Group results for the next financial year.	P/E		17.2
	P/NAV		1.3
	DY		2.0%


Ireland Blyth Ltd (Hold)	Price (Rs)	41.05
For its semester ended 31st Dec 2016: <ul style="list-style-type: none"> • Group Revenue reached Rs17, 212.1m (+6.6%) • Operating Profit grew to Rs1,617.1 (+15.0%) • Share of results of associates and Joint ventures increased to Rs346.3m (+21.1%) • Profit attributable to owners reached Rs919.9m (+78.4%) <p>Outlook - The main revenue and profit drivers are Building & Engineering, Commercial, Hospitality and Manufacturing & Processing. The Group which operates in many sectors of the economy such as the Hospitality, Financial services and construction industry shall benefit from the increasing number of tourist arrivals, new Governmental Projects such as metro express and new Highland City project.</p>	Δ Quarter	 28.7%
	High	39.65
	Low	30.50
	VWAP	33.26
	P/E	-
	P/NAV	1.7
	DY	-


Alteo Ltd (Accumulate)	Price (Rs)	31.25
For the quarter ended 31st Dec 2016: <ul style="list-style-type: none"> • Turnover increased to Rs2, 932.0m (+46.9%) • Operating profit stood at Rs824.4m (+108.8%) • Finance costs grew to Rs119.1m (+51.9%) • Share of results of associates decreased to Rs14.0m (-27.5%) • PAT increased by significantly to reach Rs 409.5m <p>Outlook - Results for FY2016 were boosted by the sugar and Agri segment which performed better on the back of better yield and better sugar prices. Alteo is already operating in sugar deficit African countries such as Kenya and Tanzania and is therefore is able to charge a better price which shall mitigate the abolition of sugar quota this year for EU markets. Future growth prospects and profitability shall be derived from the property segment with the near completion of Amalthea Residence phase in the southern part of Anahita. On a further note, the start of construction of the high-end northern parcels of Anahita shall contribute generously to bottom line in the future.</p>	Δ Quarter	 7.8%
	High	32.00
	Low	28.00
	VWAP	29.71
	P/E	18.7
	P/NAV	0.6
	DY	2.6%

ENL Land Ltd (Accumulate)	Price (Rs)	43.30
For its quarter ending 31st Dec 2016: <ul style="list-style-type: none"> • Turnover for six months ended increased to Rs5, 634.7m (+0.9%) • Operating Profit stood at Rs707.8m (+31.9%) • PAT Rs208.3m (-50.1%) dented by lower share of results from associates (-97.0%) which was impacted by significant losses incurred by New Mauritius Hotel (NMH) on its activities in Marrakech. <p>Outlook - All segments expected to improve on past results with agro industry benefitting from better yields and better sugar prices. The hospitality sector is expected to continue to benefit from growth in tourists arrivals and NMH obtaining a management contract with a well-known tourist operator for managing its hotel in Marrakech. However, main focus is the property segment which is viewed as the revenue driver and future profit generator of the Group with the launch of the Moka Smart City.</p>	Δ Quarter	 3.7%
	High	45.00
	Low	40.80
	VWAP	42.96
	P/E	33.6
	P/NAV	0.5
	DY	3.0%

TERRA Mauricia Ltd (Accumulate)	Price (Rs)	30.50
For its financial year ended 31st Dec 2016: <ul style="list-style-type: none"> • Turnover increased to Rs4, 860.5m (+13.5%) on q-o-q basis • Operating profit stood at Rs403.5m (+14.0%) • PAT dropped to Rs368.2m (-49.8%) as a result of higher finance costs (+8.7%), lower share of result of associates (-81.7%) and one off reversal of associate amounting to Rs166.1m for FY2015 	Δ Quarter  0.0% High 32.50 Low 30.00 VWAP 31.16	
Outlook - The abolition of sugar quota shall have limited impact on the Group. The latter is the biggest producer of speciality sugars which is difficult to imitate. The Group keeps on looking for other opportunities to expand and operate in sugar deficit countries. Terra aspires to be a major real estate player in the north with development of a Smart City, Commercial centres and villas. We expect the Group to perform well in the medium to long term as most of its project are capital intensive.	P/E 31.8 P/NAV 0.5 DY 2.8%	

Omicane Ltd (Accumulate)	Price (Rs)	60.00
For its financial year ended 31st Dec 2016: <ul style="list-style-type: none"> • Turnover increased to Rs4,098.9m (+9.8%) • Operating profit decreased to Rs358.7m (-36.6%) • Net finance costs increased to Rs592.2m (+5.3%) • PAT dropped to Rs259.4m (-9.9%) 	Δ Quarter  0.4% High 63.50 Low 60.00 VWAP 61.27	
Outlook - Share of results of associates dropped significantly to Rs4.7m (-97.3%). Last year figure included disposal proceeds from sale realised by Real Good Food for its Napier Brown Division. The Sugar segment was negatively impacted by a lower refined sugar production and a reduced refining fee. However, this segment is expected to perform better with better sugar yield and prices as the EU market is currently sugar deficit. Operating loss for FY 2016 for the hospitality segment has halved to Rs27.6m. This segment shall provide better results in the coming years. Future growth prospects for the Group lies in the property segment with the development of Business Park and continuation of infrastructure work at Morcellement Fairview.	P/E 25.4 P/NAV 0.5 DY 3.3%	

Rogers and Co Ltd (Accumulate)	Price (Rs)	27.55
For its quarter ending 31st Dec 2016: <ul style="list-style-type: none"> • Revenue went up by 9.0% to Rs 2.4bn • EBITDA fell by 3.0% to Rs 510m • PAT was down by 22% to Rs 216m due to lower results of associates 	Δ Quarter  0.0% High 29.70 Low 27.00 VWAP 28.18	
Outlook - Management expects the Group's operational performance and profit to improve. Associate NMH is expected to benefit from the appointment of AccorHotels to manage its Marrakech resort.	Adj. P/E 21.4 P/NAV 0.7 DY 3.2%	

CIEL Limited (Buy)	Price (Rs)	7.00
For its quarter ending 31st Dec 2016: <ul style="list-style-type: none"> • Turnover for the quarter grew by 6.0% to Rs 5.2bn • EBITDA went up by 17.3% to Rs 1.1bn • PAT was significantly higher by 65.9% to Rs 569.1m on the back of improved performance of the hotels and resorts cluster 	Δ Quarter  6.3% High 6.70 Low 6.26 VWAP 6.32	
Outlook - The main problem of the conglomerate was Sun which was underperforming compared to its peers. Sun is now gaining momentum with all of its hotels having been refurbished and are operational. The hotel Group change its strategy from volume to room-rate growth. The Agro & Property arm and the healthcare sector is benefitting from recent regional expansion.	P/E 17.9 P/NAV 0.8 DY 2.6%	

DEM Market Stocks	Last Traded Price 31.03.2017	Last Traded Price 30.12.2016	Δ Quarter	Quarter High	Quarter Low	VWAP (Rs)	Volume Traded ('000)	Value Traded (Rs'000)	Historical DY (%)	Net Foreign Purchase (Rs 000)	Market Cap. (Rs m.) 31.03.2017
BANKS, INSURANCE & OTHER FINANCE											
ABC BANKING	27.00	27.50	-1.8%	27.80	26.90	25.46	1,518.25	38,655.16	2.00	2,768.6	2,059
SWAN LIFE	1,250.00	1,150.00	8.7%	1,250.00	1,200.00	1,224.63	2.29	2,809.31	3.68	125.0	3,290
COMMERCE											
ABC MOTORS	92.00	83.25	10.5%	92.00	85.75	87.31	0.40	34.93	2.45	-	568
ASSOCIATED COMMERCIAL	145.50	138.50	5.1%	145.50	138.50	140.25	0.40	56.10	2.75	-	166
CHEMCO	17.30	17.40	-0.6%	17.40	17.20	17.34	37.06	642.61	6.36	-	107
COMPAGNIE IMMOBILIERE	440.00	444.25	-1.0%	440.00	429.00	434.41	0.79	341.88	4.77	341.9	117
INFORMATION COMMUNICATION & TECHNOLOGY											
BHARAT TELECOM	Withdrawn	5.72	-			5.98	14.84	88.73		78.4	-
INDUSTRY											
BYCHEMEX	4.02	4.10	-2.0%	4.07	3.25	3.27	533.29	1,741.89	1.99	-	20
FORGES TARDIEU	141.50	149.00	-5.0%	141.50	141.50	141.50	0.24	34.38	-	-	272
LES GAZ INDUSTRIELS	63.00	60.50	4.1%	65.00	61.00	62.74	5.62	352.61	4.29	-	165
LIVESTOCK FEED (O)	31.00	28.50	8.8%	32.00	28.60	31.16	121.89	3,797.49	3.87	-	977
LIVESTOCK FEED (P)	24.10	24.10	0.0%	24.10	24.10	24.10	4.96	119.54	4.98	-	-
LES MOULINS DE LA CONCORDE (O)	215.00	204.00	5.4%	218.00	204.25	216.57	17.80	3,855.17	3.72	-	1,161
LES MOULINS DE LA CONCORDE (P)	351.00	350.00	0.3%	352.00	350.00	350.89	1.28	450.19	5.70	-	-
MAURITIUS COSMETICS	24.75	25.00	-1.0%	25.00	24.75	24.99	3.86	96.37	2.02	-	248
MARGARINE INDUSTRIES	923.00	923.00	0.0%			-	-	-	2.17	-	277
MAURITIUS SECONDARY INDUSTRIES	30.65	30.65	0.0%			-	-	-	3.26	-	25
PAPER CONVERTING	25.00	25.00	0.0%			22.00	0.00	0.04	2.00	-	90
QUALITY BEVERAGES	8.90	8.00	11.3%	9.00	8.30	8.72	76.18	664.32	7.87	-	200
SOAP & ALLIED INDUSTRIES	19.50	18.50	5.4%	19.50	18.50	18.73	13.51	252.98	5.13	-	88
INVESTMENTS											
ASCENCIA (CLASS A SHARES)	12.25	12.20	0.4%	12.25	11.85	12.18	990.10	12,056.07	2.12	-5,520.8	5,185
ASCENCIA (P)	14.00	13.95	0.4%	14.00	13.95	13.96	25.00	348.96	3.21	-244.1	-
ENL (P)	26.45	23.25	13.8%	26.50	23.10	25.26	420.20	10,612.07	2.95	2,081.1	-
EUDDCOS	17.85	16.00	11.6%	18.55	15.90	17.48	1,033.34	18,058.18	4.48	-199.6	2,168
THE BEE EQUITY PARTNERS	17.00	15.60	9.0%	17.00	15.60	16.86	235.41	3,968.96	11.76	-231.8	150
PHOENIX INVESTMENT	276.00	262.25	5.2%	276.00	262.25	273.61	34.71	9,497.94	2.96	70.3	1,569
RHT HOLDING	25.25	25.25	0.0%	25.50	25.25	25.48	4.71	120.00	4.16	-7.9	307
UNITED INVESTMENTS	9.52	10.20	-6.7%	10.00	9.46	9.52	1,624.99	15,464.37	-	-481.3	1,943
LEISURE & HOTELS											
CONSTANCE HOTEL SERVICES	34.00	33.35	1.9%	35.00	33.20	34.00	374.35	12,727.32	1.91	-3.0	3,728
MORNING LIGHT	41.20	41.20	0.0%	-	-	36.00	0.00	0.04	-	-	1,894
SOUTHERN CROSS TOURIST COMPANY	4.85	4.80	1.0%	5.00	4.80	4.82	41.43	199.76	-	-	609
TROPICAL PARADISE (O)	6.00	6.20	-3.2%	6.20	6.00	6.09	10.80	65.80	0.83	-	855
TROPICAL PARADISE (P)	300.00	300.00	0.0%	300.00	300.00	300.00	7.40	2,220.00	5.33	-	-
MINERAL & EXPLORATION											
SHUMBA ENERGY	0.10	0.10	0.0%	-	-	-	-	-	-	-	938
OTHERS											
COVIFRA	12.65	6.00	110.8%	15.15	6.00	9.62	496.97	4,781.31	-	-48.8	716
CIEL TEXTILE	43.30	42.50	1.9%	43.50	40.55	41.95	720.19	30,209.94	7.51	245.5	4,408
HOTELEST	30.90	31.00	-0.3%	31.00	30.65	30.89	33.32	1,029.24	1.97	-103.9	1,728
MEDICAL & SURGICAL	3.60	2.60	38.5%	3.60	2.60	3.01	435.00	1,308.27	1.94	90.8	2,052
MFD GROUP	10.00	9.84	1.6%	10.00	9.84	9.84	1,052.37	10,358.44	2.00	22.3	1,500
SIT LAND OPTIONS	13,350.00	11,800.00	13.1%	13,700.00	11,350.00	12,677.78	0.02	228.20	-	-	-
PROPERTY DEVELOPMENT											
ATTITUDE PROPERTY	10.00	10.00	0.0%	11.00	9.70	10.00	3,648.80	36,489.33	5.40	9,372.4	1,600
NOVUS PROPERTIES	9.20	9.20	0.0%	-	-	-	-	-	4.78	-	-
SUGAR											
CONSTANCE LA GALETTE	100.50	100.50	0.0%	105.00	100.00	103.49	14.77	1,528.18	4.48	-25.7	482
MEDINE LTD	63.25	63.50	-0.4%	65.00	61.50	62.36	540.04	33,678.60	2.53	7,547.7	6,641
UNION SUGAR ESTATE	25.00	28.50	-12.3%	27.05	25.00	25.84	61.59	1,591.12	-	-	473
TRANSPORT											
UNITED BUS SERVICE	34.50	36.35	-5.1%	36.35	34.50	34.72	1.14	39.52	2.90	-	171
DEBENTURES											
ABC MOTORS - NOTES	24,995.51	24,995.50	-	24,998.70	24,995.51	24,995.65	0.13	3,124.46	-	200.0	-
ASCENCIA - BOND	13.00	12.57	3.4%	13.01	12.57	12.92	391.36	5,055.08	-	-31.5	-
UNITED INVESTMENT - BONDS	100.03	100.95	-	100.04	99.99	100.04	31.28	3,129.52	-	2,309.3	-
TOTAL							14,582.06	271,884.39		18.4	48,948
GRAND TOTAL *							16,917.54	272,000.24		18.3	48,948

* Grand Total includes the trading of UTIN Rights

Note:

Prices were captured on the 14th of Apr. 2017 and used for calculation of ratios

High and low represents highest price and lowest price reached during the 2017Q1

Trailing 12months EPS were used to calculate P/E ratio; Adj. P/E were used where EPS were adjusted for exceptional items

Trailing 12 months DPS were used to calculate DY

P/NAV was calculated using NAV figures as per latest results

VWAP represents the Volume Weighted Average Price during the year

Rating Order
Buy
Accumulate
Hold
Reduce
Sell

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