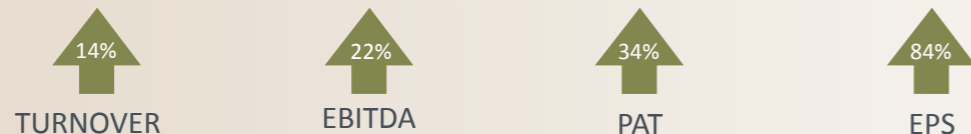


“Alteo Group posts improved results on the back of increased sales volumes and better sugar prices in Kenya and Tanzania during the year”

GROUP HIGHLIGHTS FOR THE YEAR



GROUP CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Audited 30 Jun 17 Rs 000	Audited 30 Jun 16 Rs 000
TURNOVER	8,929,348	7,850,222
Earnings Before Interests, Taxation, Depreciation & Amortisation (EBITDA)	2,912,967	2,394,989
Depreciation & Amortisation	(853,565)	(801,271)
Earnings Before Interests & Taxation (EBIT)	2,059,402	1,593,718
Finance costs	(426,587)	(416,606)
Share of results of joint ventures & associates	7,852	12,601
Non-recurring items	136,873	41,528
Profit before taxation	1,777,540	1,231,241
Taxation	(703,688)	(430,779)
Profit for the period	1,073,852	800,462
Other comprehensive income for the period	(227,278)	(169,795)
Total comprehensive income for the period	846,574	630,667
Profit attributable to:		
Owners of the parent	487,054	264,211
Non-Controlling interests	586,798	536,251
	1,073,852	800,462
Total comprehensive income attributable to:		
Owners of the parent	344,437	185,007
Non-Controlling interests	502,137	445,660
	846,574	630,667
Earnings per share	1.53	0.83
Dividend per share	0.82	0.80

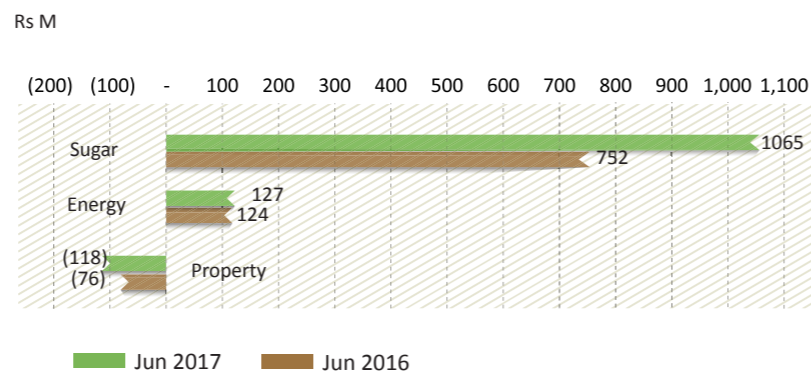
GROUP SEGMENTAL INFORMATION

	Audited 30 Jun 17 Rs 000	Audited 30 Jun 16 Rs 000
Turnover by cluster		
Sugar	7,201,484	5,876,061
Energy	1,314,840	1,068,396
Property	559,611	1,102,174
Consolidation adjustments	(146,587)	(196,409)
Total turnover	8,929,348	7,850,222
Turnover by country		
Mauritius	4,169,811	4,168,411
Tanzania	2,936,285	2,402,995
Kenya	1,969,839	1,420,405
Consolidation adjustments	(146,587)	(141,589)
Total turnover	8,929,348	7,850,222
Results by cluster		
Sugar	1,064,794	751,514
Energy	127,463	124,477
Property	(118,405)	(75,529)
Profit for the period	1,073,852	800,462
Results by country		
Mauritius	(26,247)	41,159
Tanzania	1,046,971	724,349
Kenya	53,128	34,954
Profit for the period	1,073,852	800,462

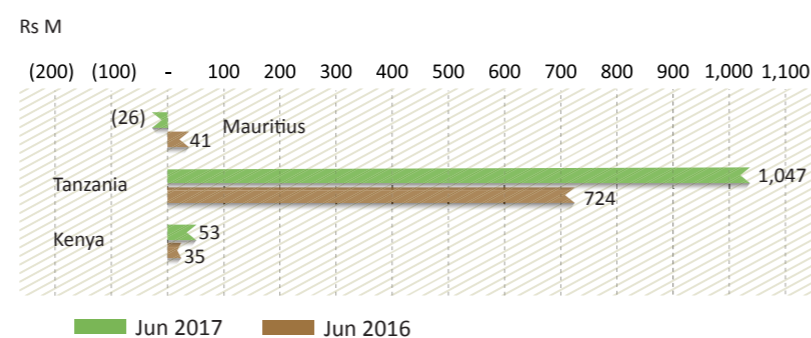
GROUP CONDENSED STATEMENT OF FINANCIAL POSITION

	Audited 30 Jun 17 Rs 000	Audited 30 Jun 16 Rs 000
ASSETS EMPLOYED		
Non-current assets		
Property, plant and equipment	19,676,982	19,810,129
Land-projects	2,924	5,853
Investment properties	1,689,969	1,689,970
Intangible assets	1,194,834	850,441
Investment in joint ventures & associates companies	17,733	32,298
Investment in available-for-sale financial assets	80,552	84,739
Deferred expenditure and other non current receivables	1,124,179	1,318,334
	23,787,173	23,791,764
Current assets		
Non current assets held for sale	5,419,310	4,869,806
TOTAL ASSETS	29,491,817	29,044,698
EQUITY AND LIABILITIES		
Shareholders' interests	16,970,845	16,924,572
Non-controlling interests	2,482,865	2,366,528
Non-current liabilities	5,584,320	5,526,491
Current liabilities	4,453,787	4,227,107
TOTAL EQUITY AND LIABILITIES	29,491,817	29,044,698
Net asset value per share	Rs 53.28	Rs 53.14
Number of shares in issue	No 318,492,120	No 318,492,120

RESULTS BY CLUSTER



RESULTS BY COUNTRY



GROUP CONDENSED STATEMENT OF CASH FLOWS

	Audited 30 Jun 17 Rs 000	Audited 30 Jun 16 Rs 000
Net cash flow from operating activities	1,875,409	1,616,025
Net cash flow (used in) investing activities	(740,706)	(2,924,542)
Net cash flow (used in) / from financing activities	(1,076,788)	846,063
Net increase/(decrease) in cash and cash equivalents	57,915	(462,454)
Effect of Consolidation adjustment & business combination	(632)	(99,190)
Cash and cash equivalents at July 1,	(737,378)	(175,734)
Cash and cash equivalents at June 30	(680,095)	(737,378)

GROUP CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of parent Rs'000	Non Controlling interests Rs 000	Total Equity Rs 000
At 1 July 2016	16,924,572	2,366,528	19,291,100
Total comprehensive income for the year	344,437	502,137	846,574
Movement in reserves	2,682	-	2,682
Consolidation adjustments	(39,682)	73,513	33,831
Increase in share capital of subsidiary	-	11,750	11,250
Dividend	(261,164)	(471,063)	(732,227)
At 30 June 2017	16,970,845	2,482,865	19,453,210
At 1 July 2015	16,994,387	2,475,006	19,469,393
Total comprehensive income for the year	185,007	445,660	630,667
Shareholders loan reclassified	-	(62,158)	(62,158)
Effect of business combination	-	(30,568)	(30,568)
Consolidation adjustments	(28)	-	(28)
Dividend	(254,794)	(461,412)	(716,206)
At 30 June 2016	16,924,572	2,366,528	19,291,100

COMMENTS

GROUP RESULTS FOR THE FINANCIAL YEAR

OVERALL

- Group turnover and EBITDA grew by 14% and 22% respectively driven by the good performance of sugar operations in East Africa, notably TPC Ltd which posted commendable results for the year.
- PAT was further enhanced by non-recurrent items totalling Rs 137m. These included gains realised on the disposal of land and a release of deferred income, representing part of the value of Land Conversion Rights obtained against past capital expenditure, following recent amendments to the Sugar Industry Efficiency Act. These were partly offset by an impairment of sugar milling equipment held for sale.
- The higher effective tax charge for the year was mainly explained by non-recurrent charges relating to prior years at TPC Ltd following the settlement of a dispute with the Tanzanian Revenue Authority.

SUGAR

PERFORMANCE BOOSTED BY THE RESULTS OF THE TANZANIAN OPERATIONS

The sugar cluster showed improved results on the back of i) higher sugar prices in all markets and ii) increased production capacities in Tanzania and Kenya and better sucrose level in Mauritius and Tanzania resulting into higher sales volumes. The Mauritian operations have been however negatively impacted by a standing crop fair value movement in anticipation of a lower sucrose for the 2017 crop season.

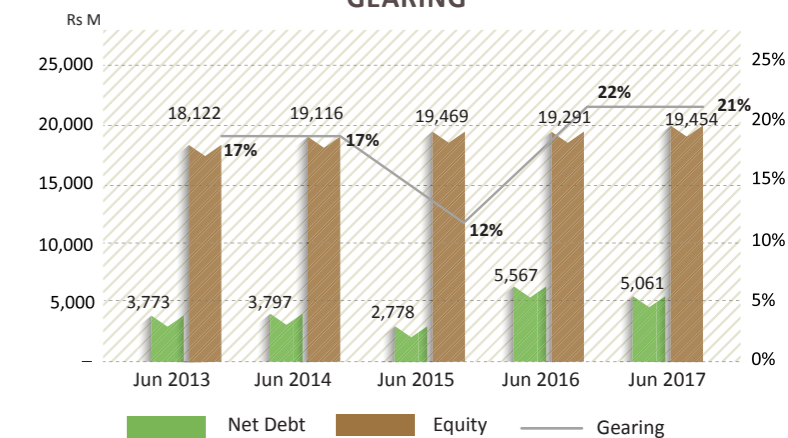
By Order of the Board
Kate Li Kwong Wing
Company Secretary

September 20, 2017

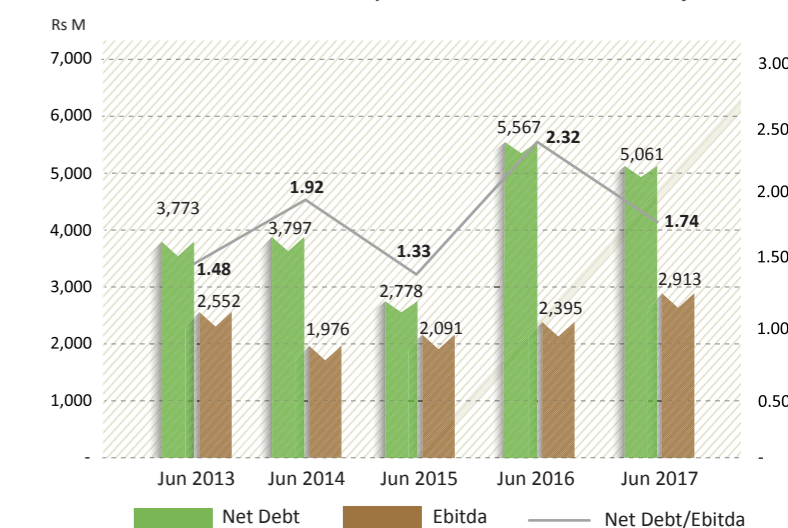
Notes:

The financial statements have been audited by Messrs BDO&Co Chartered Accountants. Copies of the above condensed audited financial statements, the full audited financial statements and statement of direct and indirect interests of officers of the Company required under Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, are available to the public, free of charge, at the registered address of the Company at Vivéa Business Park, St Pierre. The above condensed audited financial statements are issued pursuant to Listing Rule 12.14 and to the Securities Act 2005. The Board of Directors of Alteo Limited accepts full responsibility for the accuracy of the information contained in these condensed audited financial statements.

GEARING



EVOLUTION OF NET DEBT, EBITDA AND NET DEBT/EBITDA



ENERGY

STABLE RESULTS DRIVEN BY A HIGHER OFFTAKE OFFSET BY HIGHER COAL PRICES

The energy cluster posted an increased turnover during the year due to a better offtake. However, Alteo Energy Ltd's results were impacted by higher coal prices during the third and fourth quarters.

PROPERTY

LOWER TURNOVER DUE TO LIMITED INVENTORY FOR SALE

The increased cluster losses are mainly attributable to the limited inventory available for sale after completion of the southern and central phases of Anahita.

OUTLOOK

- The sugar cluster performance is expected to be affected by a lower sugar price, albeit supported by the welcomed export sector measures recently announced by Government, and by a lower sucrose for the Mauritian operations. Sugar production volumes are also expected to be lower next year in Kenya and Tanzania compared to the record productions for the financial year under review.
- The energy cluster should benefit from an increased contribution from Alteo Energy Ltd, following the anticipated tariff adjustment through the indexation mechanisms.
- The property cluster is expected to benefit from the recognition of the first sales of the Anahita northern parcels and improved performance of Anahita Golf & Spa Resort following its refurbishment.