

**CONDENSED STATEMENTS OF FINANCIAL POSITION - DECEMBER 31, 2014**
**CONDENSED INCOME STATEMENTS FOR THE PERIOD ENDED DECEMBER 31, 2014**

	THE GROUP			THE COMPANY			THE GROUP				THE COMPANY			
	Unaudited 31 Dec 14	Audited 30 Jun 14	Audited 30 Jun 13	Unaudited 31 Dec 14	Audited 30 Jun 14		Unaudited 3 Months to 31 Dec 14	Unaudited 3 Months to 31 Dec 13	Unaudited 6 Months to 31 Dec 14	Unaudited 6 Months to 31 Dec 13	Unaudited 3 Months to 31 Dec 14	Unaudited 3 Months to 31 Dec 13	Unaudited 6 Months to 31 Dec 14	Unaudited 6 Months to 31 Dec 13
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	
<b>ASSETS EMPLOYED</b>														
<b>Non-current assets</b>														
Property, plant and equipment	17,606,859	17,702,994	16,420,306	12,954,389	12,941,005									
Land-projects	5,853	5,853	5,853	-	-									
Investment properties	1,722,668	1,722,677	1,722,677	1,845,607	1,845,607									
Intangible assets	23,725	23,725	-	33,400	33,400									
Investment in subsidiary companies	-	-	-	8,155,669	8,155,669									
Investment in joint ventures & associates	47,386	62,087	1,031,812	69,251	71,911									
Investment in available-for-sale financial assets	104,184	117,106	139,605	83,232	87,283									
Bearer biological assets	592,586	596,871	552,678	370,267	379,237									
Deferred expenditure and other non current receivables	1,242,466	1,140,064	949,981	941,817	807,644									
	21,345,727	21,371,368	20,822,912	24,453,632	24,321,756									
<b>Current assets</b>	5,198,510	4,543,839	4,471,247	2,127,321	1,553,617									
<b>Non current assets held for sale</b>	396,550	1,014,154	171,249	32,500	960,200									
<b>Total assets</b>	26,940,787	26,929,361	25,465,408	26,613,453	26,835,573									
<b>EQUITY AND LIABILITIES</b>														
<b>Capital and reserves</b>														
Share capital	8,991,595	8,991,595	8,991,595	8,991,595	8,991,595									
Revaluation and other reserves	5,536,993	5,548,349	4,335,360	11,922,424	12,306,054									
Retained earnings	2,646,485	2,255,862	2,540,578	2,191,806	1,891,682									
Shareholders' interests	17,175,073	16,795,806	15,867,533	23,105,825	23,189,331									
Loans	55,951	55,951	55,951	-	-									
Non-controlling interests	2,493,011	2,315,158	2,280,323	-	-									
	19,724,035	19,166,915	18,203,807	23,105,825	23,189,331									
<b>Non-current liabilities</b>	3,970,790	4,059,458	4,220,311	1,752,772	1,783,078									
<b>Current liabilities</b>	3,245,962	3,702,988	3,041,290	1,754,856	1,863,164									
<b>Total equity and liabilities</b>	26,940,787	26,929,361	25,465,408	26,613,453	26,835,573									
<b>NET ASSET VALUE PER SHARE</b>	53.93	52.74	49.82	72.55	72.81									
<b>NUMBER OF SHARES IN ISSUE</b>	318,492	318,492	318,492	318,492	318,492									
Net borrowings(Debt)	2,671,955	3,797,440	3,775,270	1,461,288	1,933,275									
Gearing	13%	18%	19%	6%	8%									
						<b>REVENUE</b>	1,818,902	1,582,061	3,524,866	3,649,152	354,401	430,431	700,627	1,099,380
						<b>Earnings Before Interests, Taxation, Depreciation &amp; Amortisation (EBITDA)</b>	526,185	492,537	1,174,926	1,635,511	159,981	32,511	184,306	357,515
						Depreciation & Amortisation	(121,397)	(221,921)	(308,281)	(447,821)	(44,824)	(43,922)	(93,130)	(85,507)
						<b>Earnings Before Interests &amp; Taxation</b>	404,788	270,616	866,645	1,187,690	115,157	(11,411)	91,176	272,008
						Finance costs	(60,731)	(75,239)	(137,413)	(145,217)	(37,633)	(41,405)	(80,343)	(86,441)
						Share of results of joint ventures & associates	17,625	53,081	(215)	61,464	-	-	-	-
						Profit/(Loss) on disposal/impairment of investment	312,391	(212,302)	312,348	(212,302)	380,529	(55,211)	380,529	(55,211)
						<b>Profit/(loss) before taxation</b>	674,073	36,156	1,041,365	891,635	458,053	(108,027)	391,362	130,356
						Taxation	(112,651)	(90,447)	(200,539)	(188,188)	10,117	3,170	20,234	6,345
						<b>Profit/(loss) for the period</b>	561,422	(54,291)	840,826	703,447	468,170	(104,857)	411,596	136,701
						Other comprehensive income for the period	(60,397)	(37,479)	(19,917)	(32,117)	(383,935)	45,196	(383,630)	46,177
						<b>Total comprehensive income for the period</b>	501,025	(91,770)	820,909	671,330	84,235	(59,661)	27,966	182,878
						<b>Profit/(loss) attributable to:</b>								
						Owners of the parent	416,675	(136,217)	536,250	361,741	468,170	(104,857)	411,596	136,701
						Non-Controlling interests	144,747	81,926	304,576	341,706	-	-	-	-
							561,422	(54,291)	840,826	703,447	468,170	(104,857)	411,596	136,701
						<b>Total comprehensive income attributable to:</b>								
						Owners of the parent	381,490	(162,864)	524,900	339,652	84,235	(59,661)	27,966	182,878
						Non-Controlling interests	119,535	71,094	296,009	331,678	-	-	-	-
							501,025	(91,770)	820,909	671,330	84,235	(59,661)	27,966	182,878
						<b>Earnings/(loss) per share</b>	1.31	(0.43)	1.68	1.14	1.47	(0.33)	1.29	0.43

**SEGMENTAL INFORMATION FOR THE PERIOD ENDED DECEMBER 31, 2014**
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED DECEMBER 31 2014**
**Financial Results**
**THE GROUP**

	Unaudited 3 Months to 31 Dec 14	Unaudited 3 Months to 31 Dec 13	Unaudited 6 Months to 31 Dec 14	Unaudited 6 Months to 31 Dec 13
	Rs 000	Rs 000	Rs 000	Rs 000
<b>Segment revenue</b>				
Agri and Sugars	1,233,751	1,219,706	2,504,686	2,946,925
Energy	315,457	295,341	609,494	562,284
Property & hospitality	264,366	79,045	421,716	157,077
Others	72,511	60,630	124,473	127,980
Inter entities	(67,183)	(72,662)	(135,503)	(145,114)
<b>Total revenue</b>	<b>1,818,902</b>	<b>1,582,061</b>	<b>3,524,866</b>	<b>3,649,152</b>
<b>Geographical revenue</b>				
Mauritius	1,269,494	1,071,757	2,359,822	2,652,217
Tanzania	549,408	510,304	1,165,044	996,935
<b>Total revenue</b>	<b>1,818,902</b>	<b>1,582,061</b>	<b>3,524,866</b>	<b>3,649,152</b>
<b>Segment results</b>				
Agri and Sugars	151,683	61,347	388,765	696,206
Energy	70,516	50,134	135,287	178,774
Property & hospitality	(2,884)	(28,518)	(29,815)	(62,520)
Disposal of investments	312,391	(212,302)	312,348	(212,302)
Others	25,967	20,532	43,588	34,182
Inter entities	(13,876)	1,435	(9,132)	7,643
	543,797	(107,372)	841,041	641,983
Share of results of joint ventures & associates	17,625	53,081	(215)	61,464
<b>Profit after tax</b>	<b>561,422</b>	<b>(54,291)</b>	<b>840,826</b>	<b>703,447</b>
<b>Geographical results</b>				
Mauritius	378,390	(232,743)	468,583	326,423
Tanzania	183,032	178,452	372,243	377,024
<b>Profit after tax</b>	<b>561,422</b>	<b>(54,291)</b>	<b>840,826</b>	<b>703,447</b>

**CONDENSED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED DECEMBER 31 2014**

	THE GROUP		THE COMPANY	
	Unaudited 30 Dec 14	Unaudited 30 Dec 13	Unaudited 30 Dec 14	Unaudited 30 Dec 13
	Rs 000	Rs 000	Rs 000	Rs 000
Net cash flow from/(used in) operating activities	712,315	669,036	(148,609)	(18,684)
Net cash flow from/(used in) investing activities	560,096	(185,811)	775,563	95,009
Net cash flow (used in) financing activities	(455,358)	(471,643)	(244,673)	(281,631)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>817,053</b>	<b>11,582</b>	<b>382,281</b>	<b>(205,306)</b>
Cash and cash equivalents at July 1	(741,590)	(143,950)	(531,755)	54,780
<b>Cash and cash equivalents at Dec 31</b>	<b>75,463</b>	<b>(132,368)</b>	<b>(149,474)</b>	<b>(150,526)</b>

**Attributable to owners of the parent**

THE GROUP	Share Capital	Revaluation and other Reserves	Retained Earnings	Total	Other Loans	Non-Controlling Interests	Total equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2014	8,991,595	5,548,349	2,268,016	16,807,960	55,951	2,321,673	19,185,584
Prior year adjustment	-	-	(12,154)	(12,154)	-	(6,515)	(18,669)
As restated	8,991,595	5,548,349	2,255,862	16,795,806	55,951	2,315,158	19,166,915
Total comprehensive income for the year	-	(11,350)	536,250	524,900	-	296,009	820,909
Movement in reserves	-	(6)	(34,155)	(34,161)	-	33,715	(446)
Dividends	-	-	(111,472)	(111,472)	-	(151,871)	(263,343)
<b>Balance at Dec 31, 2014</b>	<b>8,991,595</b>	<b>5,536,993</b>	<b>2,646,485</b>	<b>17,175,073</b>	<b>55,951</b>	<b>2,493,011</b>	<b>19,724,035</b>
Balance at July 1, 2013	8,991,595	4,579,042	2,541,162	16,111,799	55,951	2,322,890	18,490,640
Prior year adjustment - effect of adopting IAS19	-	(243,682)	(584)	(244,266)	-	(42,567)	(286,833)
As restated	8,991,595	4,335,360	2,540,578	15,867,533	55,951	2,280,323	18,203,807
Total comprehensive income for the year	-	(22,089)	361,741	339,652	-	331,678	671,330
Movement in reserves	-	(3,901)	(3,739)	(7,640)	-	-	(7,640)
Dividends	-	-	(111,472)	(111,472)	-	-	(111,472)
Consolidation adjustments	-	(3,940)	6,464	2,524	-	6,787	9,311
<b>Balance at Dec 31, 2013</b>	<b>8,991,595</b>	<b>4,305,430</b>	<b>2,793,572</b>	<b>16,090,597</b>	<b>55,951</b>	<b>2,618,788</b>	<b>18,765,336</b>

**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED DECEMBER 31, 2014**
**THE COMPANY**

	Share Capital	Revaluation and other Reserves	Retained Earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2014	8,991,595	12,306,054	1,891,682	23,189,331
Total comprehensive income for the year	-	(383,630)	411,596	27,966
Dividends	-	-	(111,472)	(111,472)
<b>Balance at Dec 31, 2014</b>	<b>8,991,595</b>	<b>11,922,424</b>	<b>2,191,806</b>	<b>23,105,825</b>
Balance at July 1, 2013	8,991,595	11,435,919	2,083,623	22,511,137
Prior year adjustment - effect of adopting IAS19	-	(203,510)	9,192	(194,318)
As restated	8,991,595	11,232,409	2,092,815	22,316,819
Total comprehensive income for the year	-	46,177	136,702	182,879
Dividends	-	-	(111,472)	(111,472)
<b>Balance at Dec 31, 2014</b>	<b>8,991,595</b>	<b>11,278,586</b>	<b>2,118,045</b>	<b>22,388,226</b>

**Group**

Group turnover for the six months to 31 December 2014 stood at Rs 3,524M (2013: Rs 3,649M).

Our Mauritian sugar operations were adversely affected by the following factors:

i) the delay in the 2014 cane harvest due mainly to the two weeks industry strike in November 2014 and a lower extraction rate compared to that of crop 2013 in the period under review, resulting in a shortfall of 26,000 tons of sugar accruing to the group representing Rs 377M. It is expected that part of this shortfall will be recovered in the third quarter.

ii) the 2014 crop sugar price forecast of Rs 14,500 per ton (including the expected one off payment of Rs 2,000 per ton receivable from the Sugar Insurance Fund) compared to the 2013 crop sugar price forecast, at same time last year, of Rs 16,500 per ton, translating into a shortfall of Rs 140M.

On the positive side, the turnover from our Tanzanian operations benefited from a higher sales volume compared to the corresponding period last year. Moreover our property development operations at Anahita again recorded a sustained improvement in activity and sales.

The group profit after tax for the first semester reached Rs 841 M (2013: Rs 703M). In the period under review, profit were positively impacted by the disposal of a 50% shareholding in Anahita Hotel Ltd, which generated proceeds of Rs 926M and translated into a gain of Rs 305M. The 2013 comparative figure included an accounting loss of Rs 225M following disposal of a 50% shareholding in Novelife Limited. The Energy results were adversely affected by the much lower profitability on coal burning at Consolidated Energy Ltd compared to bagasse burning in 2013. The results of the property cluster for the period, despite better than 2013, are not reflective of the improved situation at Anahita because of the profit recognition criteria on the sale of services plots.

**Prospects**
**Sugar**

In Mauritius, as a result of the extended harvest period to end of January 2015, both the agricultural and industrial operations should post improved turnover in the third quarter compared to 2014. However, the lower export price and weaker Euro will continue to impact revenues whereas employment costs will bear the compounded effect, as from January 2015, of the negotiated cumulative 10% and Rs 600 increases.

In Tanzania, very good crop prospects and firmer sales volumes and prices are expected to yield results in line with the previous year.

**Energy**

The operations of Alteo Energy Ltd will, in the third quarter, benefit from the additional bagasse available following the higher cane throughput and should also post improved results compared to 2014.

**Property**

The gain in sales momentum registered since the beginning of the year is expected to translate into better results in the coming two quarters when profits on the sale of serviced plots are booked upon handing over and villas reaching completion stage.

**Regional Developments**
**Swaziland**

Given the present challenging export market conditions, the expected financial return from this project did not meet the required level to justify the investment. The Board hence decided not to proceed with that project.

**Kenya**

The closing of the transaction on the Transmara Sugar mill could not be completed by the end of December 2014 as earlier communicated. It is now targeted to achieve this objective in the coming months.

**By Order of the Board**
**Navitas Corporate Services Ltd**
**Company Secretary**
**February 12, 2015**

Copies of the above condensed unaudited financial statements are available to the public, free of charge, at the registered office address of the Company, Vivea Business Park St Pierre. The 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 is available, free of charge, upon request to the Company Secretary at Navitas Corporate Services Ltd, Navitas House, Robinson Road, Floréal.

The above condensed unaudited financial statements are issued pursuant to listing Rule 12.20 and Section 88 of the Securities Act 2005.

The Board of Directors of Alteo Limited accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements.