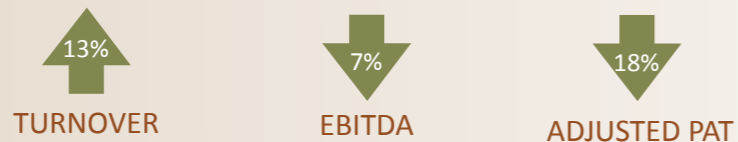


**“Alteo Group reports a 18% drop in PAT for the semester (after adjusting for an exceptional gain of Rs 305M on the disposal of an investment in the comparative period) mainly driven by lower energy tariffs, a mill expansion stop in Kenya and temporarily delayed property sales ”**

**GROUP HIGHLIGHTS**



**GROUP CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Unaudited 3 Months to 31 Dec 15 Rs 000	Unaudited 3 Months to 31 Dec 14 Rs 000	Unaudited 6 Months to 31 Dec 15 Rs 000	Unaudited 6 Months to 31 Dec 14 Rs 000
<b>TURNOVER</b>	1,996,218	1,823,752	3,985,009	3,524,886
<b>Earnings Before Interests, Taxation, Depreciation &amp; Amortisation (EBITDA)</b>	492,264	526,185	1,094,299	1,174,926
Depreciation & Amortisation	(198,268)	(121,397)	(332,904)	(308,281)
<b>Earnings Before Interests &amp; Taxation (EBIT)</b>	293,996	404,788	761,395	866,645
Finance costs	(78,373)	(60,731)	(157,160)	(137,413)
Share of results of joint ventures & associates	19,297	17,625	18,309	(215)
Gain on disposal of investments & assets	11,003	312,391	6,954	312,348
<b>Profit before taxation</b>	245,923	674,073	629,498	1,041,365
Taxation	(96,079)	(112,651)	(189,576)	(200,539)
<b>Profit for the period</b>	149,844	561,422	439,922	840,826
Other comprehensive income for the period	39,626	(60,397)	(134,394)	(19,917)
<b>Total comprehensive income for the period</b>	189,470	501,025	305,528	820,909
<b>Profit attributable to:</b>				
Owners of the parent	58,082	416,675	182,945	536,250
Non-Controlling interests	91,762	144,747	256,977	304,576
	149,844	561,422	439,922	840,826
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	66,476	381,490	111,552	524,900
Non-Controlling interests	122,994	119,535	193,976	296,009
	189,470	501,025	305,528	820,909
<b>Earnings per share</b>	0.18	1.31	0.57	1.68

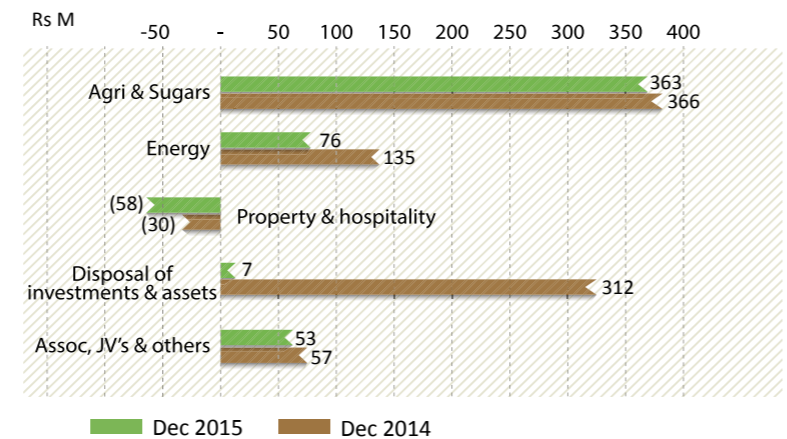
**GROUP SEGMENTAL INFORMATION**

	Unaudited 3 Months to 31 Dec 15 Rs 000	Unaudited 3 Months to 31 Dec 14 Rs 000	Unaudited 6 Months to 31 Dec 15 Rs 000	Unaudited 6 Months to 31 Dec 14 Rs 000
<b>Segment revenue</b>				
Agri and Sugars	1,546,421	1,205,828	3,010,520	2,440,431
Energy	261,016	315,457	517,973	609,494
Property & hospitality	166,811	264,366	393,648	421,716
Others	48,236	72,511	125,955	124,473
Inter entities	(26,266)	(34,409)	(63,087)	(71,248)
<b>Total revenue</b>	1,996,218	1,823,752	3,985,009	3,524,886
<b>Geographical revenue</b>				
Mauritius	1,187,520	1,242,862	2,415,083	2,359,822
Tanzania	621,619	580,890	1,148,865	1,165,044
Kenya	187,079	-	421,061	-
<b>Total revenue</b>	1,996,218	1,823,752	3,985,009	3,524,886
<b>Segment results</b>				
Agri and Sugars	115,387	128,514	362,990	365,597
Energy	33,610	70,516	75,503	135,287
Property & hospitality	(38,200)	(2,884)	(58,249)	(29,815)
Gain on disposal of investments & assets	11,003	312,391	6,954	312,348
Others	4,154	25,967	31,620	43,588
Inter entities	4,594	9,293	2,795	14,037
	130,548	543,797	421,613	841,042
Share of results of joint ventures & associates	19,297	17,625	18,309	(215)
<b>Profit after tax</b>	149,845	561,422	439,922	840,827
<b>Geographical results</b>				
Mauritius	19,349	378,390	108,198	468,583
Tanzania	186,622	183,032	367,657	372,243
Kenya	(56,126)	-	(35,933)	-
<b>Profit after tax</b>	149,845	561,422	439,922	840,826

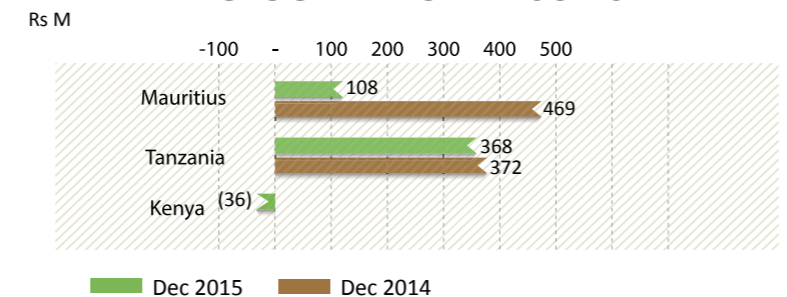
**GROUP CONDENSED STATEMENT OF FINANCIAL POSITION**

	Unaudited 31 Dec 15 Rs 000	Audited 30 Jun 15 Rs 000
<b>ASSETS EMPLOYED</b>		
<b>Non-current assets</b>		
Property, plant and equipment	19,018,321	17,668,912
Land-projects	5,853	5,853
Investment properties	1,721,718	1,721,718
Intangible assets	881,353	23,725
Investment in joint venture & associated companies	52,459	60,230
Investment in available-for-sale financial assets	88,104	97,756
Bearer biological assets	564,515	593,610
Deferred expenditure and other non current receivables	1,318,106	1,227,074
	23,650,429	21,398,878
<b>Current assets</b>	5,380,484	4,681,121
Non current assets held for sale	384,561	408,945
<b>TOTAL ASSETS</b>	29,415,474	26,488,944
<b>EQUITY AND LIABILITIES</b>		
Shareholders' interests	16,994,440	16,994,387
Non-controlling interests	2,475,150	2,475,006
Non-current liabilities	5,379,871	3,540,870
Current liabilities	4,566,013	3,478,681
<b>TOTAL EQUITY AND LIABILITIES</b>	29,415,474	26,488,944
<b>NET ASSET VALUE PER SHARE</b>	Rs 53.36	Rs 53.36
<b>NUMBER OF SHARES IN ISSUE</b>	No 318,492,120	No 318,492,120

**SEGMENT RESULTS**



**GEOGRAPHICAL RESULTS**



**GROUP CONDENSED STATEMENT OF CASH FLOWS**

	Unaudited 31 Dec 15 Rs 000	Unaudited 31 Dec 14 Rs 000
Net cash flow from operating activities	347,070	712,315
Net cash flow (used in)/from investing activities	(2,081,351)	560,096
Net cash flow from/(used in) financing activities	877,227	(455,358)
Net (decrease)/increase in cash and cash equivalents	(857,054)	817,053
Cash and cash equivalents at July 1	(175,734)	(741,590)
<b>Cash and cash equivalents at Dec 31</b>	<b>(1,032,788)</b>	<b>75,463</b>

**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 2015	16,994,387	2,475,006	19,469,393
Total comprehensive income for the year	111,552	193,976	305,528
Movement in reserves	(27)	(50,687)	(50,714)
Shareholders' loan	-	8,260	8,260
Dividend	(111,472)*	(151,405)	(262,877)
At 31 December 2015	16,994,440	2,475,150	19,469,590
At 1 July 2014	16,795,806	2,371,109	19,166,915
Total comprehensive income for the year	524,900	296,009	820,909
Movement in reserves	(34,161)	33,715	(446)
Dividend	(111,472)	(151,871)	(263,343)
At 31 December 2014	17,175,073	2,548,962	19,724,035

\*Dividend of Rs 0.35 per share.

**COMMENTS**

**Semester results**

•The 13% increase in group turnover was primarily driven by the consolidation of Transmara Sugar Company Ltd (TSCL), resulting in an additional turnover of Rs 421M

**Agri and Sugars**

•Mauritian sugar operations results were slightly better than the comparative results; the adverse impact of a lower sucrose content being compensated by a higher average sugar price and a favourable timing difference with regard to the sugar cane tonnage harvested and special sugar volumes.  
•Tanzanian sugar operations continued to suffer a slight decline in profitability on the back of lower sales volumes driven by poorer sucrose despite a higher average sugar price against the comparative period.  
•Kenyan sugar operations were adversely impacted in the second quarter as the mill stopped for maintenance and capacity expansion, causing TSCL to run out of sugar stocks for a period of one month.

**Energy**

•Energy operations continued to be affected by a lower bagasse tariff at Alteo Energy Ltd (AEnL) driven by the low coal price environment.

**Property and hospitality**

•Despite achieving good progress on the construction of Amalthea residences, property operations were negatively impacted by a temporary delay in the signing of a number of sales deeds.  
•The 48% drop in group PAT is mostly explained by the disposal of a 50% shareholding in Anahita Hotel Ltd which translated into a one off gain of Rs 305M in the comparative period.

By Order of the Board  
Navitas Corporate Services Ltd  
Company Secretary

February 11, 2016

The six months ended and the quarterly condensed financial statements have been prepared on the same basis of the accounting policies set out in the statutory financial statements of the Group for the year ended June 30 2015, except for the adoption of relevant amendments to published standards, standards and interpretations issued now effective  
The condensed financial statements for the period ended December 31, 2015 are unaudited.  
Current tax on the adjusted profit for the period is calculated at 15%/30% (2014: 15%/30%)  
Copies of the above condensed unaudited financial statements are available to the public, free of charge, at the registered office address of the Company, Vivéa 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.

**GEARING**

