

CIEL TEXTILE LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED MARCH 31, 2010

CONDENSED INCOME STATEMENTS

	THE GROUP			
	9 Months 31 Mar 10 UNAUDITED	9 Months 31 Mar 09 UNAUDITED	3 Months 31 Mar 10 UNAUDITED	3 Months 31 Mar 09 UNAUDITED
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	5,405,259	4,794,330	1,572,213	1,443,195
Profit before Finance Costs	241,944	80,647	84,179	26,088
Interest Income	3,364	2,988	1,625	1,477
Finance Costs	(68,697)	(81,877)	(20,311)	(28,435)
Share of results of Associates	2,401	(7,655)	(546)	(3,496)
Profit / (Loss) before Taxation	179,012	(5,897)	64,947	(4,366)
Taxation	(36,678)	(6,238)	(21,379)	(699)
Profit / (Loss) for the period	142,334	(12,135)	43,568	(5,065)
Attributable to:-				
Owners of the Parent	105,492	(40,105)	28,434	(21,842)
Non Controlling Interests	36,842	27,970	15,134	16,777
	142,334	(12,135)	43,568	(5,065)
Earnings per Share				
Earnings / (Loss) attributable to Owners of the Parent (Rs '000)	105,492	(40,105)	28,434	(21,842)
Number of Shares used in calculation ('000)	101,808	101,808	101,808	101,808
Earnings / (Loss) per Share (Rs/Cs)	1.04	(0.39)	0.28	(0.21)

	THE COMPANY			
	9 Months 31 Mar 10 UNAUDITED	9 Months 31 Mar 09 UNAUDITED	3 Months 31 Mar 10 UNAUDITED	3 Months 31 Mar 09 UNAUDITED
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	21,176	41,436	21,176	-
Profit / (Loss) before Finance Costs	19,429	42,072	20,049	(51)
Interest Income	70	459	4	72
Finance costs	(211)	(90)	(32)	(54)
Profit / (Loss) before Taxation	19,288	42,441	20,021	(33)
Taxation	-	(852)	-	-
Profit / (Loss) for the period	19,288	41,589	20,021	(33)

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP			
	9 Months 31 Mar 10 UNAUDITED	9 Months 31 Mar 09 UNAUDITED	3 Months 31 Mar 10 UNAUDITED	3 Months 31 Mar 09 UNAUDITED
	Rs'000	Rs'000	Rs'000	Rs'000
Profit / (Loss) for the period	142,334	(12,135)	43,568	(5,065)
Other Comprehensive (Expense) / Income:				
Currency Translation Differences	(31,560)	3,360	(15,733)	1,540
Total Comprehensive Income / (Expense) for the period	110,774	(8,775)	27,835	(3,525)
Total Comprehensive Income / (Expense) attributable to:				
Owners of the Parent	73,932	(36,745)	12,701	(20,302)
Non Controlling Interests	36,842	27,970	15,134	16,777
	110,774	(8,775)	27,835	(3,525)

SEGMENTAL REPORTING - GEOGRAPHICAL SEGMENTS

	THE GROUP			
	9 Months 31 Mar 10 UNAUDITED	9 Months 31 Mar 09 UNAUDITED	3 Months 31 Mar 10 UNAUDITED	3 Months 31 Mar 09 UNAUDITED
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	5,405,259	4,794,330	1,572,213	1,443,195
Local Operations	2,399,497	2,296,543	701,645	754,422
International Operations	3,005,762	2,497,787	870,568	688,773
Profit / (Loss) for the period	142,334	(12,135)	43,568	(5,065)
Local Operations	(19,657)	(81,226)	(20,039)	830
International Operations	161,991	69,091	63,607	(5,895)

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 31 Mar 10 UNAUDITED	As at 30 Jun 09 AUDITED	As at 31 Mar 10 UNAUDITED	As at 30 Jun 09 AUDITED
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS EMPLOYED				
Non Current Assets				
Property, Plant and Equipment	1,994,724	2,024,005	90,759	92,529
Investments and Others	93,761	102,689	1,105,104	1,123,526
	2,088,485	2,126,694	1,195,863	1,216,055
Current Assets	3,692,669	3,583,529	119,587	136,529
Total Assets	5,781,154	5,710,223	1,315,450	1,352,584
EQUITY AND LIABILITIES				
Capital and Reserves				
Share Capital	685,865	685,865	685,865	685,865
Revaluation and Other Reserves	441,709	485,749	94,797	107,277
Retained Earnings	1,056,520	972,204	85,032	86,920
Owners' Interests	2,184,094	2,143,818	865,694	880,062
Non Controlling Interests	202,544	132,389	-	-
Redeemable Preference Share Capital	448,937	448,937	-	-
Total Equity	2,835,575	2,725,144	865,694	880,062
Non Current Liabilities	411,537	282,313	31,516	30,321
Current Liabilities	2,534,042	2,702,766	418,240	442,201
Total Equity and Liabilities	5,781,154	5,710,223	1,315,450	1,352,584

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	9 Months 31 Mar 10 UNAUDITED	9 Months 31 Mar 09 UNAUDITED	9 Months 31 Mar 10 UNAUDITED	9 Months 31 Mar 09 UNAUDITED
	Rs'000	Rs'000	Rs'000	Rs'000
Net Cash generated from Operating Activities	315,926	59,209	23,720	47,109
Net Cash used in Investing Activities	(124,862)	(79,685)	-	-
Net Cash (used) / generated from Financing Activities	(62,208)	29,130	(21,176)	(41,436)
Increase / (Decrease) in Cash and Cash Equivalents	128,856	8,654	2,544	5,673
Opening Cash and Cash Equivalents	(448,307)	(477,971)	(2,843)	(4,393)
Closing Cash and Cash Equivalents	(319,451)	(469,317)	(299)	1,280

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	THE GROUP						
	Share Capital	Revaluation and Other Reserves	Retained Earnings	Sub Total	Non Controlling Interests	Redeemable Preference Share Capital	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At July 01, 2009	685,865	485,749	972,204	2,143,818	132,389	448,937	2,725,144
Issue of Shares	-	-	-	-	33,313	-	33,313
Disposal of Investments	-	(12,480)	-	(12,480)	-	-	(12,480)
Dividends paid	-	-	(21,176)	(21,176)	-	-	(21,176)
Total Comprehensive (expense) / income for the period	-	(31,560)	105,492	73,932	36,842	-	110,774
At March 31, 2010	685,865	441,709	1,056,520	2,184,094	202,544	448,937	2,835,575
At July 01, 2008	685,865	492,014	990,593	2,168,472	106,857	448,937	2,724,266
Dividends paid	-	-	(61,683)	(61,683)	-	-	(61,683)
Total Comprehensive (expense)/ income for the period	-	3,360	(40,105)	(36,745)	27,970	-	(8,775)
At March 31, 2009	685,865	495,374	888,805	2,070,044	134,827	448,937	2,653,808

	THE COMPANY			
	Share Capital	Revaluation and Other Reserves	Retained Earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
At July 01, 2009	685,865	107,277	86,920	880,062
Disposal of Investments	-	(12,480)	-	(12,480)
Dividends paid	-	-	(21,176)	(21,176)
Total Comprehensive income for the period	-	-	19,288	19,288
At March 31, 2010	685,865	94,797	85,032	865,694
At July 01, 2008	685,865	109,797	302	795,964
Dividends paid	-	-	(41,436)	(41,436)
Total Comprehensive income for the period	-	-	41,589	41,589
At March 31, 2009	685,865	109,797	455	796,117

Comments on condensed unaudited financial statements for the nine months to 31st March 2010

Results

Nine months results show an improvement compared to last year's corresponding period. International operations continue to be the main driver of profitability, while local operations are now at a loss making situation, significantly affected by unfavourable exchange rates movement.

Outlook

Local operations are expected to continue making losses at current exchange rates, while international operations are expected to remain profitable. The emphasis is expected to be on cost cutting given a very flat market and pressure on prices. Risks associated to the political situation in Madagascar remain and could adversely impact operations and results, should the situation deteriorate.

By order of the Board

CIEL Corporate Services Ltd
Secretaries

May 13, 2010

The condensed quarterly financial statements of CIEL Textile Limited are unaudited and have been prepared using the same accounting policies as the audited financial statements for the year ended June 30, 2009.

Copies of the quarterly report are available, free of charge, at the registered office of the Company, 5th Floor, Ebène Skies, Rue de l'Institut, Ebène.

These condensed quarterly financial statements are issued pursuant to DEM rule 17 and the Securities Act 2005.

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 free of charge, at the registered office of the Company.

The Board of Directors of CIEL Textile Limited accepts full responsibility for the accuracy of the information contained in this report.