



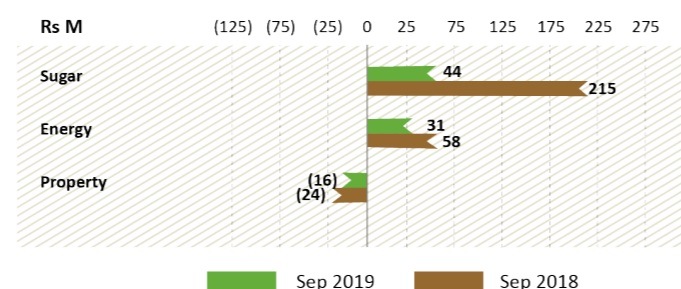
**GROUP CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Unaudited 3 months to 30 Sep 19 Rs 000	Unaudited 3 months to 30 Sep 18 Rs 000
<b>REVENUE</b>	<b>2,108,536</b>	<b>2,618,916</b>
Normalised earnings before interests, taxation, depreciation and amortisation	460,236	689,632
Other income and expenses	34,660	1,661
Earnings before interests, taxation, depreciation and amortisation	494,896	691,293
Depreciation, amortisation and release of deferred income	(171,134)	(167,803)
Earnings Before Interests & Taxation	323,762	523,490
Finance costs	(145,996)	(116,079)
Share of results of joint ventures & associates	(1,594)	(5,682)
Profit before taxation	176,172	401,729
Taxation	(107,946)	(152,291)
Profit for the period	68,226	249,438
Other comprehensive income for the period	90,607	(29,832)
Total comprehensive income for the period	158,833	219,606
(Loss)/profit attributable to:		
- Owners of the parent	(54,709)	47,719
- Non-controlling interests	122,935	201,719
	68,226	249,438
Total comprehensive income attributable to:		
- Owners of the parent	(8,310)	34,469
- Non-controlling interests	167,143	185,137
	158,833	219,606
Earnings per share	Rs (0.17)	0.15
Dividend per share	Rs 0.00	0.00

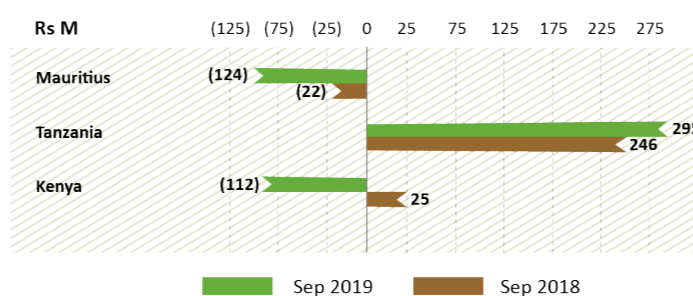
**GROUP CONDENSED STATEMENT OF FINANCIAL POSITION**

	Unaudited 30 Sep 19 Rs 000	Audited 30 Jun 19 Rs 000
<b>ASSETS EMPLOYED</b>		
<b>Non-current assets</b>		
Property, plant and equipment	18,807,769	18,810,609
Investment properties	1,646,386	1,646,386
Intangible assets	1,824,860	1,802,892
Investment in joint ventures & associates	93,278	92,996
Financial assets at fair value through OCI/Available for sale financial assets	9,312	9,312
Deferred expenditure and other non current receivables	352,451	292,829
Current assets	22,734,056	22,655,024
	5,660,804	5,879,010
<b>TOTAL ASSETS</b>	<b>28,394,860</b>	<b>28,534,034</b>
<b>EQUITY AND LIABILITIES</b>		
Shareholders' interests	15,769,363	15,778,268
Non-controlling interests	1,689,122	1,542,646
Non-current liabilities	7,512,166	7,002,897
Current liabilities	3,424,209	4,210,223
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>28,394,860</b>	<b>28,534,034</b>
Net asset value per share	Rs 49.51	49.54
Number of shares in issue	No 318,492,120	318,492,120

**PROFIT/(LOSS) FOR THE QUARTER ALLOCATED BY CLUSTER**



**(LOSS)/PROFIT FOR THE QUARTER ALLOCATED BY COUNTRY**



**GROUP SEGMENTAL INFORMATION**

	Unaudited 3 months to 30 Sep 19 Rs 000	Unaudited 3 months to 30 Sep 18 Rs 000
<b>Revenue by Cluster</b>		
Sugar	1,822,156	2,164,722
Energy	152,445	328,399
Property	186,964	168,540
Consolidation adjustments	(53,029)	(43,745)
Total revenue	2,108,536	2,618,916
<b>Revenue by Country</b>		
Mauritius	975,134	1,191,895
Tanzania	757,980	856,019
Kenya	428,451	614,747
Consolidation adjustments	(53,029)	(43,745)
Total revenue	2,108,536	2,618,916
<b>Profit/(loss) allocated by Cluster</b>		
Sugar	53,661	215,196
Energy	30,707	58,441
Property	(16,142)	(24,199)
Profit for the period	68,226	249,438
<b>Profit/(loss) allocated by Country</b>		
Mauritius	(114,284)	(21,634)
Tanzania	294,756	246,297
Kenya	(112,246)	24,775
Profit for the period	68,226	249,438

**GROUP CONDENSED STATEMENT OF CASH FLOWS**

	Unaudited 30 Sep 19 Rs 000	Unaudited 30 Sep 18 Rs 000
Net cash flow from operating activities	271,976	181,983
Net cash flow (used in) investing activities	(14,002)	(83,483)
Net cash flow (used in) financing activities	(131,149)	(213,035)
Net Increase/(decrease) in cash and cash equivalents	126,825	(114,535)
Cash and cash equivalents at July 1	(940,897)	(1,289,990)
Cash and cash equivalents at September 30	(814,072)	(1,404,525)

**GROUP CONDENSED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of parent Rs 000	Non-controlling interests Rs 000	Total equity Rs 000
<b>At 1 July 2019</b>	15,778,268	1,542,646	17,320,914
Impact of change in accounting policy	(595)	-	(595)
<b>Adjusted balance at 1 July 2019</b>	15,777,673	1,542,646	17,320,319
Total comprehensive income for the period	(8,310)	167,143	158,833
Share buy back in subsidiary	-	(20,667)	(20,667)
<b>At 30 Sep 2019</b>	15,769,363	1,689,122	17,458,485
<b>At 1 July 2018</b>	16,777,506	2,257,974	19,035,480
Total comprehensive income for the period	34,469	185,137	219,606
Movement in reserves	(1,295)	5	(1,290)
<b>At 30 Sep 2018</b>	16,810,680	2,443,116	19,253,796

**COMMENTS**

**GROUP REVIEW FOR THE QUARTER  
LOWER PROFITABILITY OF THE SUGAR CLUSTER**

Group revenue and normalised EBITDA dropped by 19% and 33% respectively in the quarter under review mainly explained by the lower sales volumes and prices achieved by the Group's sugar operations. In line with the trend in revenue and normalised EBITDA, profit after tax decreased by 73%. Finance costs increased as the group geared up to finance the further development of its sugar operations in Tanzania and Kenya.

Earnings per share deteriorated by 215% over the quarter mainly influenced by the adverse performance of the Mauritian sugar operations in which Alteo holds relatively high effective interests.

**SUGAR  
LOWER PERFORMANCE ATTRIBUTABLE TO MAURITIAN AND KENYAN OPERATIONS**

The Sugar cluster posted a marked drop in profitability which was largely attributable to the Mauritian and Kenyan operations. In Mauritius, the agricultural operations suffered from a lower sucrose, mitigated by higher sugarcane yields, and from a lower revenue per tonne of sugar as the industry support measures implemented by Government in the previous crop season were not renewed this year. An adverse movement in the fair value of consumable biological assets further weighted on operational results.

The Tanzanian operations achieved higher profits for the quarter despite a drop in revenue. The negative impact of lower sales volumes was offset by the higher average market price achieved on the sale of locally produced sugar and higher contributions generated from the sale of imported sugar.

In Kenya, losses were driven by a significant decline in the average price for the quarter. The comparative quarter had benefitted from a sudden price hike following the seizure by Government of important amounts of sugar stocks considered unfit for human consumption.

**ENERGY  
CLOSURE OF OPERATION AND A LOWER TARIFF DROVE DOWN PROFITABILITY**

The Energy cluster did not receive any contribution from Consolidated Energy Co Ltd (CEL) as its Power Purchase Agreement (PPA) expired in December 2018 and its operations subsequently closed. Moreover, the results of Alteo Energy Ltd (AEnL) were adversely affected by a lower tariff following the re-negotiation of its PPA and by a higher depreciation charge following a review of the useful life of its equipment.

By Order of the Board  
13 November 2019  
Intercontinental Secretarial Services Ltd  
Company Secretary

Notes: The condensed financial statements for the quarter ended September 30, 2019 are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended June 30, 2019 except for the adoptions of amendments to published standards and interpretations issued and effective as from July 1, 2019. Copies of the above condensed unaudited financial statements and statement of direct and indirect interests of Officers of the Company as 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 unaudited financial statements are issued pursuant to Listing Rule 12.20 and the Securities Act 2005. The Board of Directors of Alteo Limited accepts full responsibility for the accuracy of the information contained in these condensed financial statements.

**GEARING**

