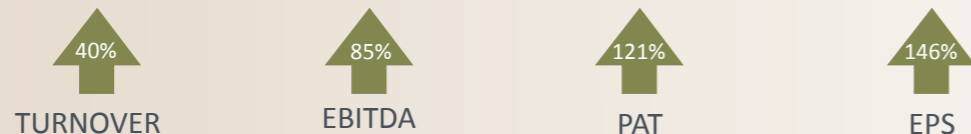


“Alteo Group continues to post significant EBITDA and PAT growth resulting mainly from increased production capacities and sales in Tanzania and Kenya and improved sugar prices in all markets ”

GROUP HIGHLIGHTS FOR THE SEMESTER



GROUP CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited 3 Months to 31 Dec 16	Unaudited 3 Months to 31 Dec 15	Unaudited 6 Months to 31 Dec 16	Unaudited 6 Months to 31 Dec 15
	Rs 000	Rs 000	Rs 000	Rs 000
TURNOVER	2,931,994	1,996,218	5,575,606	3,985,009
Earnings Before Interests, Taxation, Depreciation & Amortisation (EBITDA)	1,027,854	492,264	2,021,422	1,094,299
Depreciation & Amortisation	(203,440)	(198,268)	(393,291)	(332,904)
Earnings Before Interests & Taxation (EBIT)	824,414	293,996	1,628,131	761,395
Finance costs	(119,085)	(78,373)	(240,432)	(157,160)
Share of results of joint ventures & associates	13,999	19,297	5,874	18,309
Additional consideration on business combination	(87,813)	-	(87,813)	-
Gain on disposal of assets	7,695	11,003	54,920	6,954
Profit before taxation	639,210	245,923	1,360,680	629,498
Taxation	(229,754)	(96,079)	(388,376)	(189,576)
Profit for the period	409,456	149,844	972,304	439,922
Other comprehensive income for the period	31,410	39,626	41,185	(134,394)
Total comprehensive income for the period	440,866	189,470	1,013,489	305,528
Profit attributable to:				
Owners of the parent	152,279	58,082	449,803	182,945
Non-Controlling interests	257,177	91,762	522,501	256,977
	409,456	149,844	972,304	439,922
Total comprehensive income attributable to:				
Owners of the parent	174,335	66,476	479,422	111,552
Non-Controlling interests	266,531	122,994	534,067	193,976
	440,866	189,470	1,013,489	305,528
Earnings per share	0.48	0.18	1.41	0.57
Dividend per share			0.37	0.35

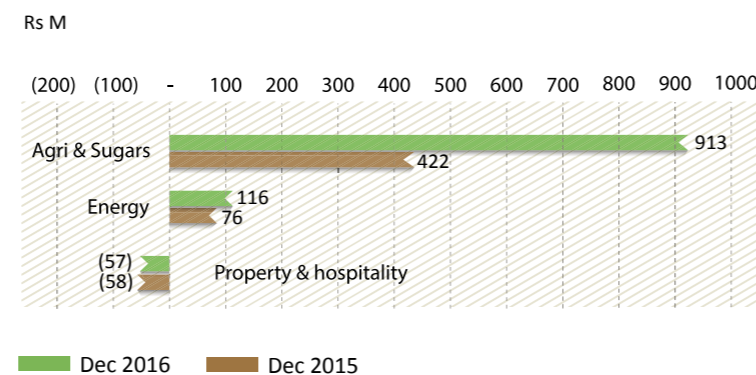
GROUP SEGMENTAL INFORMATION

	Unaudited 3 Months to 31 Dec 16	Unaudited 3 Months to 31 Dec 15	Unaudited 6 Months to 31 Dec 16	Unaudited 6 Months to 31 Dec 15
	Rs 000	Rs 000	Rs 000	Rs 000
Turnover by sector				
Agri and Sugars	2,372,282	1,594,657	4,584,491	3,136,476
Energy	326,505	261,016	625,724	517,973
Property & hospitality	255,478	166,811	413,108	393,648
Consolidation adjustments	(22,271)	(26,266)	(47,717)	(63,088)
Total turnover	2,931,994	1,996,218	5,575,606	3,985,009
Turnover by country				
Mauritius	1,436,061	1,213,787	2,801,539	2,478,170
Tanzania	759,166	621,619	1,378,987	1,148,865
Kenya	759,038	187,079	1,442,797	421,062
Consolidation adjustments	(22,271)	(26,267)	(47,717)	(63,088)
Total turnover	2,931,994	1,996,218	5,575,606	3,985,009
Results by sector				
Agri and Sugars	365,121	145,875	913,159	422,162
Energy	50,261	33,610	116,338	75,503
Property & hospitality	(5,926)	(29,639)	(57,193)	(57,740)
Profit for the period	409,456	149,846	972,304	439,925
Results by country				
Mauritius	94,655	19,350	309,676	108,200
Tanzania	278,524	200,414	529,940	381,450
Kenya	36,277	(69,918)	132,688	(49,725)
Profit for the period	409,456	149,846	972,304	439,925

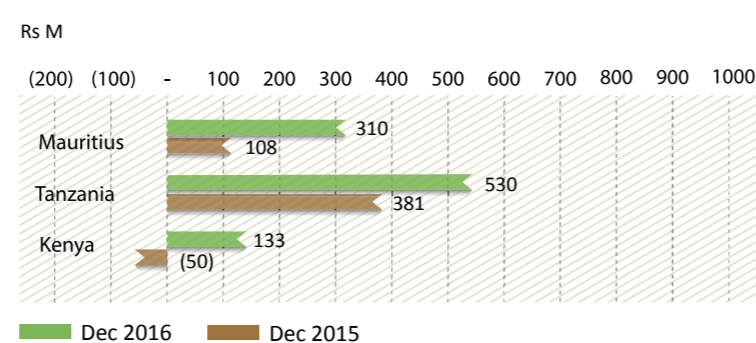
GROUP CONDENSED STATEMENT OF FINANCIAL POSITION

	Unaudited 31 Dec 16	Audited 30 Jun 16
	Rs 000	Rs 000
ASSETS EMPLOYED		
Non-current assets		
Property, plant and equipment	19,912,478	19,810,129
Land-projects	5,853	5,853
Investment properties	1,689,970	1,689,970
Intangible assets	862,949	850,441
Investment in joint ventures & associates	23,183	32,298
Investment in available-for-sale financial assets	86,330	84,739
Deferred expenditure and other non current receivables	1,295,633	1,318,335
	23,876,396	23,791,765
Current assets	5,844,227	4,869,805
Non current assets held for sale	382,140	383,128
TOTAL ASSETS	30,102,763	29,044,698
EQUITY AND LIABILITIES		
Shareholders' interests	17,287,300	16,924,572
Non-controlling interests	2,721,719	2,366,528
Non-current liabilities	5,654,825	5,526,491
Current liabilities	4,438,919	4,227,107
TOTAL EQUITY AND LIABILITIES	30,102,763	29,044,698
Net asset value per share	Rs 54.28	Rs 53.14
Number of shares in issue	No 318,492,120	No 318,492,120

SEMESTER RESULTS BY SECTOR



SEMESTER RESULTS BY COUNTRY



GROUP CONDENSED STATEMENT OF CASH FLOWS

	Unaudited 31 Dec 16	Unaudited 31 Dec 15
	Rs 000	Rs 000
Net cash flow from operating activities	1,176,223	347,070
Net cash flow used in investing activities	(427,314)	(2,081,351)
Net cash flow (used in)/ from financing activities	(767,731)	877,227
Net (decrease) in cash and cash equivalents	(18,821)	(857,054)
Cash and cash equivalents at July 1,	(737,378)	(175,734)
Cash and cash equivalents at Dec 31	(756,199)	(1,032,788)

GROUP CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of parent	Non Controlling interests	Total Equity
	Rs'000	Rs 000	Rs 000
At 1 July 2016	16,924,572	2,366,528	19,291,100
Total comprehensive income for the year	479,422	534,067	1,013,489
Movement in reserves	1,148	(1,460)	(312)
Dividend	(117,842)	(177,416)	(295,258)
At 31 December 2016	17,287,300	2,721,719	20,009,019
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)
Dividend	(111,472)	(151,405)	(262,877)
At 31 December 2015	16,994,440	2,466,890	19,461,330

COMMENTS

SEMESTER RESULTS

STRONG OVERALL PERFORMANCE FOR THE GROUP

- Group EBITDA and PAT for the semester grew by 85% and 121% respectively. This was mainly attributable to the strong performance of Alteo's agri and sugars cluster.
- PAT was further positively impacted by gains on the disposal of land amounting to Rs55M in the semester against Rs7M for the comparative period.
- The additional consideration on business combination of Rs88M refers to an estimated earn out consideration payable for the acquisition of Transmara Sugar Company Ltd (TSCL) and is based on the EBITDA performance of the company over the calendar year 2016. Quarter and semester results shown for Kenya in the Group segmental information have been reduced by this amount and would otherwise stand at Rs124M and Rs221M respectively.

AGRI AND SUGARS

RESULTS BOOSTED BY INCREASED SALES VOLUMES AND HIGHER SUGAR PRICES

The agri and sugars cluster continued to achieve much better results for this semester on the back of i) enhanced production capacities in Tanzania and Kenya and higher sucrose levels in Tanzania and Mauritius, translating into increased sales volumes and ii) a favourable price trend in all markets. For the third quarter, TSCL and TPC Ltd (TPC) should continue to show improving results as the operations will further benefit from above average cane yields and improving sucrose level in Tanzania and relatively high domestic prices in our East African markets. In Mauritius, given the seasonality of the sugar operations, most of the revenues for the financial year have been recognised to date. Current prices are expected to be maintained. The increasing contribution of the Tanzanian and Kenyan operations to the Group's results confirms the growth potential of the sugar sector in Africa and reinforces Alteo's vision to become a regional leader in sugarcane.

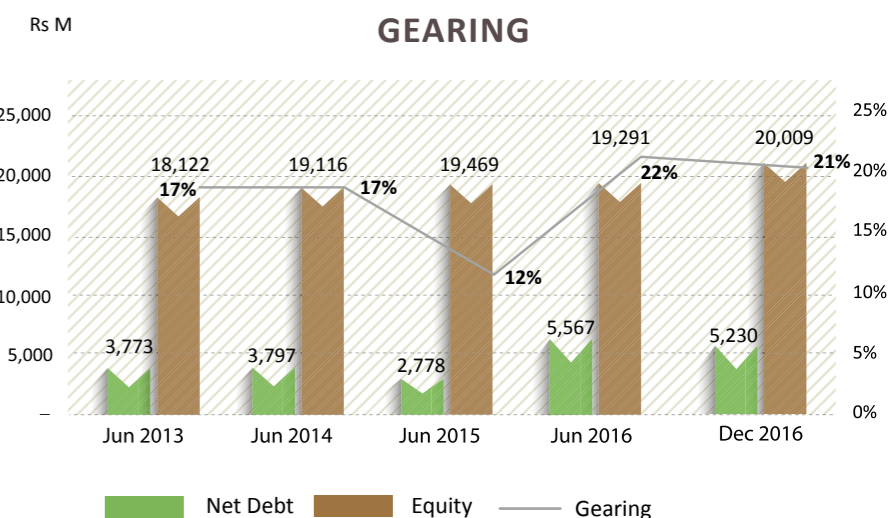
By Order of the Board
February 13, 2017

Kate M.Li Kwong Wing
Company Secretary

Notes:

The condensed financial statements for the six months and quarter ended December 31, 2016 are unaudited, and have been prepared using the same accounting policies as the audited statements for the year ended June 30, 2016. 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) 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, Saint 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



Energy operations benefited from a higher offtake during the semester, and a better bagasse quality, resulting into efficiency gains, in the case of Alteo Energy Ltd. Results for our energy operations are expected to be negatively impacted in the second half of the financial year by higher coal prices until tariffs are adjusted through their indexation mechanisms during the next financial year.

PROPERTY AND HOSPITALITY

NEAR COMPLETION OF AMALTHEA RESIDENCES PHASE ACHIEVED AT ANAHITA

The results of the property and hospitality cluster reflected the near completion of the Amalthea Residences phase in the southern part of Anahita. The cluster results were also affected by the closure of Anahita Golf & Spa Resort (previously Anahita The Resort) for refurbishment over the first quarter, despite its encouraging results in the second quarter. The market response for Anahita's high-end northern parcels is encouraging to date and construction works will start in March 2017. The development and sale of these parcels are expected to improve the cluster results in the next financial year. The performance of Anahita Golf & Spa Resort since its re-opening has also been encouraging and should positively impact the cluster results in the coming quarters.