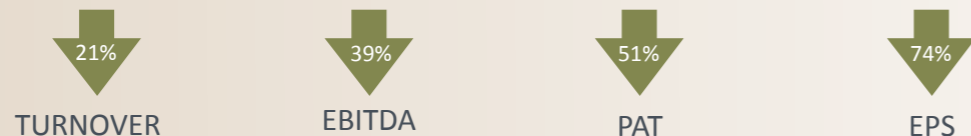


“Alteo Group reports a drop in results mainly explained by a declining sugar price environment in Kenya and Mauritius combined with a reduced sugar cane availability in Kenya. Tanzanian sugar operations continue to achieve a commendable performance”

GROUP HIGHLIGHTS FOR THE NINE MONTH PERIOD



GROUP CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited 3 Months to 31 Mar 18	Unaudited 3 Months to 31 Mar 17	Unaudited 9 Months to 31 Mar 18	Unaudited 9 Months to 31 Mar 17
	Rs 000	Rs 000	Rs 000	Rs 000
TURNOVER	1,722,784	2,349,853	6,250,332	7,925,459
Earnings Before Interests, Taxation, Depreciation & Amortisation (EBITDA)	422,812	875,652	1,774,225	2,897,074
Depreciation & amortisation	(201,945)	(196,801)	(576,447)	(590,092)
Earnings Before Interests & Taxation (EBIT)	220,867	678,851	1,197,778	2,306,982
Finance costs	(91,916)	(98,298)	(315,928)	(338,730)
Share of results of joint ventures & associates	(262)	(1,710)	490	4,164
Additional consideration on business combination	-	6,422	-	(81,391)
Gain/(loss) on disposal of assets	52,334	(1,376)	202,726	53,544
Profit before taxation	181,023	583,889	1,085,066	1,944,569
Taxation	(154,065)	(287,962)	(466,571)	(676,338)
Profit for the period	26,958	295,927	618,495	1,268,231
Other comprehensive income for the period	(25,110)	(97,531)	(114,012)	(56,346)
Total comprehensive income for the period	1,848	198,396	504,483	1,211,885
Profit attributable to:				
Owners of the parent	(119,217)	(12,810)	113,461	436,993
Non-controlling interests	146,175	308,737	505,034	831,238
	26,958	295,927	618,495	1,268,231
Total comprehensive income attributable to:				
Owners of the parent	(132,253)	(60,175)	53,348	419,247
Non-controlling interests	134,101	258,571	451,135	792,638
	1,848	198,396	504,483	1,211,885
Earnings per share	Rs			
Dividend per share	Rs			
			0.36	1.37
			0.35	0.37

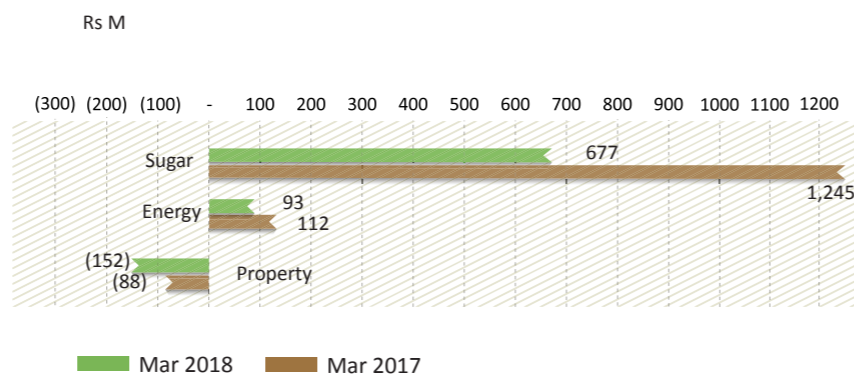
GROUP SEGMENTAL INFORMATION

	Unaudited 3 Months to 31 Mar 18	Unaudited 3 Months to 31 Mar 17	Unaudited 9 Months to 31 Mar 18	Unaudited 9 Months to 31 Mar 17
	Rs 000	Rs 000	Rs 000	Rs 000
Turnover by Cluster				
Sugar	1,330,760	1,938,118	5,199,089	6,522,609
Energy	339,494	376,558	959,804	1,002,282
Property	78,043	75,685	182,860	488,793
Consolidation adjustments	(25,513)	(40,508)	(91,421)	(88,225)
Total turnover	1,722,784	2,349,853	6,250,332	7,925,459
Turnover by Country				
Mauritius	520,160	630,530	2,882,414	3,432,068
Tanzania	912,935	1,307,857	2,554,433	2,686,843
Kenya	315,202	451,974	904,906	1,894,773
Consolidation adjustments	(25,513)	(40,508)	(91,421)	(88,225)
Total turnover	1,722,784	2,349,853	6,250,332	7,925,459
Results by Cluster				
Sugar	73,720	331,526	676,921	1,244,685
Energy	10,421	(4,628)	93,321	111,710
Property	(57,183)	(30,971)	(151,747)	(88,164)
Profit for the period	26,958	295,927	618,495	1,268,231
Results by Country				
Mauritius	(262,783)	(285,169)	(213,817)	24,507
Tanzania	382,349	587,217	1,119,839	1,117,156
Kenya	(92,608)	(6,121)	(287,527)	126,568
Profit for the period	26,958	295,927	618,495	1,268,231

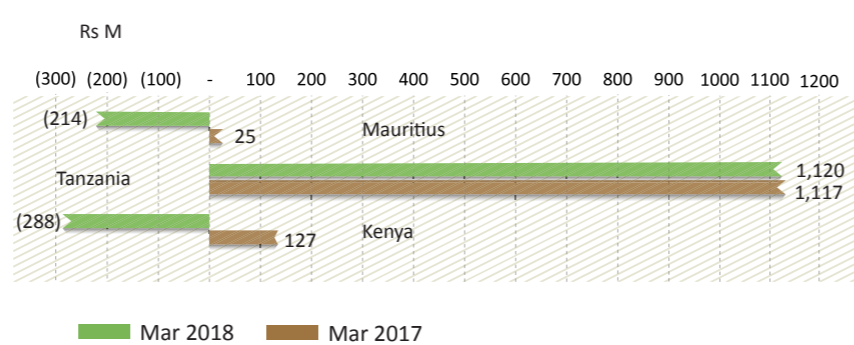
GROUP CONDENSED STATEMENT OF FINANCIAL POSITION

	Unaudited 31 Mar 18	Audited 30 Jun 17
	Rs 000	Rs 000
ASSETS EMPLOYED		
Non-current assets		
Property, plant and equipment	19,356,807	19,676,982
Land-projects	851	2,924
Investment properties	1,689,969	1,689,969
Intangible assets	1,167,693	1,194,834
Investment in joint ventures & associates	(2,022)	17,733
Investment in available-for-sale financial assets	80,823	80,552
Deferred expenditure and other non current receivables	1,186,922	1,124,179
	23,481,043	23,787,173
Current assets	6,247,721	5,419,310
Non-current assets held for sale	292,599	285,334
TOTAL ASSETS	30,021,363	29,491,817
EQUITY AND LIABILITIES		
Shareholders' interests	16,912,237	16,970,845
Non-controlling interests	2,652,973	2,482,865
Non-current liabilities	5,594,413	5,584,320
Current liabilities	4,861,740	4,453,787
TOTAL EQUITY AND LIABILITIES	30,021,363	29,491,817
Net asset value per share	Rs	53.10
Number of shares in issue	No	318,492,120

NINE MONTH RESULTS BY CLUSTER



NINE MONTH RESULTS BY COUNTRY



GROUP CONDENSED STATEMENT OF CASH FLOWS

	Unaudited 31 Mar 18	Unaudited 31 Mar 17
	Rs 000	Rs 000
Net cash flow from operating activities	680,212	2,621,594
Net cash flow used in investing activities	(467,274)	(602,031)
Net cash flow used in financing activities	(485,992)	(875,542)
Net decrease in cash and cash equivalents	(273,053)	1,144,021
Cash and cash equivalents at July 1,	(680,097)	(737,378)
Cash and cash equivalents at March 31	(953,150)	406,643

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 2017	16,970,845	2,482,865	19,453,710
Total comprehensive income for the period	53,348	451,135	504,483
Movement in reserves	(484)	91	(393)
Dividend	(111,472)	(281,118)	(392,590)
At 31 March 2018	16,912,237	2,652,973	19,565,210
At 1 July 2016	16,924,572	2,366,528	19,291,100
Total comprehensive income for the period	419,247	792,638	1,211,885
Movement in reserves	(37,006)	85,773	48,767
Dividend	(117,842)	(393,975)	(511,817)
At 31 March 2017	17,287,300	2,850,964	20,039,935

COMMENTS

**GROUP RESULTS FOR THE NINE-MONTH PERIOD
LOWER PERFORMANCE OF THE SUGAR AND PROPERTY CLUSTERS**

Group turnover and EBITDA dropped by 21% and 39% respectively driven by the lower performance of the sugar and property clusters. Group profit after tax was enhanced by gains of Rs203m realised on the disposal of land. The negative other comprehensive income for the period relates to translation reserve movements arising on consolidation of foreign subsidiaries and is mainly attributable to a depreciation of the Tanzanian shilling vis a vis the Mauritian rupee.

**SUGAR
RESULTS DRIVEN DOWN BY THE UNDERPERFORMANCE OF OPERATIONS IN KENYA AND MAURITIUS**

The sugar cluster performance continued to be adversely affected by a reduced sugar cane availability in Kenya compared to the comparative period which had benefited from a backlog of over-mature sugar cane. Further, in Kenya and Mauritius, results were also down on the account of a declining price environment translating into lower top line performance and, specifically in Mauritius, an adverse biological asset fair value movement. Finally, the Tanzanian operations achieved commendable results over the nine-month period on the back of strengthened prices despite lower production and sales volumes attributable to a shorter crop season.

**ENERGY
PROFITABILITY IMPACTED BY LONGER MAINTENANCE STOP AND HIGHER MAINTENANCE COSTS**

The energy cluster continued to post a lower profit after tax mainly due to a longer maintenance stop and higher maintenance costs at Consolidated Energy Co Ltd (CEL). The drop in the profitability of the cluster was partly offset by an increased bagasse availability and higher average tariff favourably affecting the results of Alteo Energy Ltd.

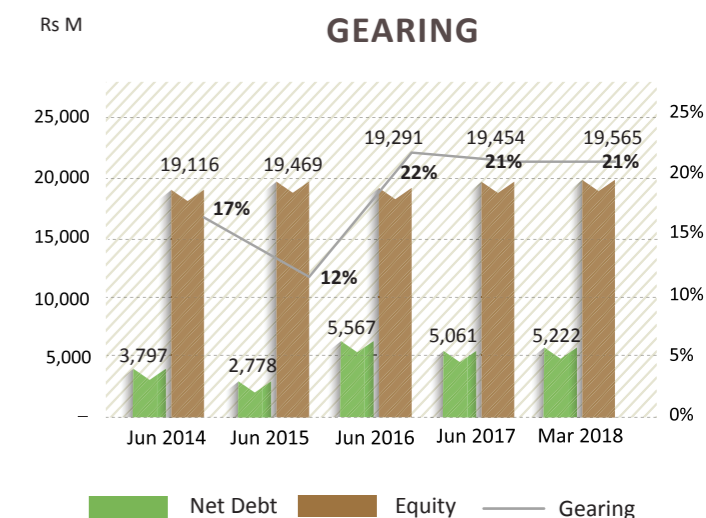
By Order of the Board
May 14, 2018

Kate M. Li Kwong Wing
Company Secretary

Notes:

The condensed financial statements for the nine months and quarter ended March 31, 2018 are unaudited, and have been prepared using the same accounting policies as the audited financial statements for the year ended June 30, 2017. 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



**PROPERTY
RESULTS DRIVEN DOWN BY LOW PROPERTY SALES REVENUE RECOGNITION WHILE THE RESORT AND GOLF POSTED AN IMPROVED PERFORMANCE**

Given an initial delay in the construction of villas, low property sales revenue could be recognized during the period while fixed costs continued to be incurred. The negative cluster results were partly mitigated by the improving performance of Anahita Golf & Spa Resort and Anahita Golf, both driven by higher occupancy.

**OUTLOOK
YEAR END RESULTS WILL BE MUCH LOWER THAN LAST YEAR'S**

An improvement in the property cluster results is anticipated in the last quarter as the construction of villas progresses and several sales of serviced plots are concluded. However, no further positive contribution to the Group's overall results is expected largely due to the seasonality of Alteo's sugar and energy operations. The year end results will thus be much lower than last year's.

INITIATIVES TO ADDRESS SUGAR CLUSTER CHALLENGES

In the short to medium term, the Mauritian sugar operations should continue to be affected by adverse conditions on the world market and the EU market in particular. In order to face this challenging context, management has launched an in-depth strategic rethink of the operations with the objective of achieving substantial efficiency gains and cost reductions. At industry level, a technical committee has been set up to recommend sustainable revenue enhancing measures and cost base reforms to Government which may be applicable as from the next crop season. These initiatives will strengthen the position of Alteo in the foreseeable future.

In Kenya, the ongoing accelerated out-grower cane development programme, initiated as from January 2017, will positively contribute to the sugar cluster results as from the beginning of the next financial year.