

# BLUELIFE LIMITED

Business Registration Number: C07050411

## ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND HALF-YEAR ENDED JUNE 30, 2017

### UNAUDITED ABRIDGED STATEMENTS OF FINANCIAL POSITION - JUNE 30, 2017

	THE GROUP		THE COMPANY	
	Unaudited as at June 30, 2017	Audited as at December 31, 2016	Unaudited as at June 30, 2017	Audited as at December 31, 2016
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>	4,113,965	4,143,031	2,527,128	2,532,808
<b>Current Assets</b>	457,700	594,410	338,835	260,877
Non-current assets classified as held for sale	-	276,614	-	276,614
<b>Total Assets</b>	4,571,665	5,014,055	2,865,963	3,070,299
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves (attributable to owners of the parent)</b>				
Owners' interest	2,197,835	2,293,807	2,280,858	2,345,448
Non-controlling interests	10,765	30,409	-	-
<b>Total equity</b>	2,208,600	2,324,216	2,280,858	2,345,448
<b>Non-current liabilities</b>	667,577	683,120	95,438	135,520
<b>Current liabilities</b>	1,695,488	2,006,719	489,667	589,331
<b>Total equity and liabilities</b>	4,571,665	5,014,055	2,865,963	3,070,299

### UNAUDITED ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR QUARTER ENDED JUNE 30, 2017

	THE GROUP				THE COMPANY			
	Unaudited 3 months to June 30, 2017	Unaudited 3 months to June 30, 2016	Unaudited 6 months to June 30, 2017	Unaudited 6 months to June 30, 2016	Unaudited 3 months to June 30, 2017	Unaudited 3 months to June 30, 2016	Unaudited 6 months to June 30, 2017	Unaudited 6 months to June 30, 2016
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	265,736	394,744	889,478	816,456	80,569	8,654	288,764	35,971
Loss before finance costs	(31,483)	(19,249)	(28,432)	(22,310)	(21,925)	(16,033)	(39,894)	(28,815)
Finance costs	(40,914)	(41,050)	(87,184)	(79,499)	(10,945)	(13,777)	(24,696)	(27,749)
Loss before taxation	(72,397)	(60,299)	(115,616)	(101,809)	(32,870)	(29,810)	(64,590)	(56,565)
Income tax charge	-	-	-	(130)	-	-	-	-
<b>Loss for the period</b>	<b>(72,397)</b>	<b>(60,299)</b>	<b>(115,616)</b>	<b>(101,939)</b>	<b>(32,870)</b>	<b>(29,810)</b>	<b>(64,590)</b>	<b>(56,565)</b>
Other comprehensive income for the period net of tax	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>(72,397)</b>	<b>(60,299)</b>	<b>(115,616)</b>	<b>(101,939)</b>	<b>(32,870)</b>	<b>(29,810)</b>	<b>(64,590)</b>	<b>(56,565)</b>
<b>Loss attributable to:</b>								
Owners of the parent	(60,661)	(36,023)	(95,972)	(59,161)	(32,870)	(29,810)	(64,590)	(56,565)
Non-controlling interests	(11,736)	(24,276)	(19,644)	(42,777)	-	-	-	-
	(72,397)	(60,299)	(115,616)	(101,938)	(32,870)	(29,810)	(64,590)	(56,565)
<b>Total comprehensive income attributable to:</b>								
Owners of the parent	(60,661)	(36,023)	(95,972)	(59,161)	(32,870)	(29,810)	(64,590)	(56,565)
Non-controlling interests	(11,736)	(24,276)	(19,644)	(42,777)	-	-	-	-
	(72,397)	(60,299)	(115,616)	(101,938)	(32,870)	(29,810)	(64,590)	(56,565)

### UNAUDITED ABRIDGED STATEMENTS OF CHANGES IN EQUITY FOR QUARTER ENDED JUNE 30, 2017

THE GROUP	Attributable to owners of the parent						
	Stated capital	Other reserves	Actuarial reserves	(Revenue deficit) / Retained earnings	Total	Non-controlling interests	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Balance at January 1, 2017</b>	3,027,298	26,080	(2,485)	(757,086)	2,293,807	30,409	2,324,216
Loss for the period	-	-	-	(95,972)	(95,972)	(19,644)	(115,616)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(95,972)	(95,972)	(19,644)	(115,616)
<b>Balance at June 30, 2017</b>	<b>3,027,298</b>	<b>26,080</b>	<b>(2,485)</b>	<b>(853,058)</b>	<b>2,197,835</b>	<b>10,765</b>	<b>2,208,600</b>
<b>Balance at January 1, 2016</b>	3,027,298	26,080	(779)	(181,145)	2,871,455	101,485	2,972,940
Loss for the period	-	-	-	(59,161)	(59,161)	(42,777)	(101,938)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(59,161)	(59,161)	(42,777)	(101,938)
<b>Balance at June 30, 2016</b>	<b>3,027,298</b>	<b>26,080</b>	<b>(779)</b>	<b>(240,306)</b>	<b>2,812,294</b>	<b>58,708</b>	<b>2,871,001</b>
<b>THE COMPANY</b>							
		Stated capital	Actuarial reserves	(Revenue deficit) / Retained earnings	Total		
		Rs'000	Rs'000	Rs'000	Rs'000		
<b>Balance at January 1, 2017</b>		3,027,298	(1,187)	(680,663)	2,345,448		
Loss for the period		-	-	(64,590)	(64,590)		
Other comprehensive income for the period		-	-	-	-		
Total comprehensive income for the period		-	-	(64,590)	(64,590)		
<b>Balance at June 30, 2017</b>		<b>3,027,298</b>	<b>(1,187)</b>	<b>(745,253)</b>	<b>2,280,858</b>		
<b>Balance at January 1, 2016</b>		3,027,298	(779)	(420,750)	2,605,770		
Loss for the period		-	-	(56,565)	(56,565)		
Other comprehensive income for the period		-	-	-	-		
Total comprehensive income for the period		-	-	(56,565)	(56,565)		
<b>Balance at June 30, 2016</b>		<b>3,027,298</b>	<b>(779)</b>	<b>(477,315)</b>	<b>2,549,205</b>		

### UNAUDITED ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR QUARTER ENDED JUNE 30, 2017

	THE GROUP				THE COMPANY			
	Unaudited 3 months to June 30, 2017	Unaudited 3 months to June 30, 2016	Unaudited 6 months to June 30, 2017	Unaudited 6 months to June 30, 2016	Unaudited 3 months to June 30, 2017	Unaudited 3 months to June 30, 2016	Unaudited 6 months to June 30, 2017	Unaudited 6 months to June 30, 2016
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Continuing operations</b>								
Basic earnings per share (Rupees & cents)	(0.143)	(0.085)	(0.226)	(0.139)	(0.077)	(0.070)	(0.152)	(0.133)
Net Assets per share (Rupees & cents)	5.167	6.612	5.167	6.612	5.362	5.993	5.362	5.993
Number of ordinary shares	425,342,317	425,342,317	425,342,317	425,342,317	425,342,317	425,342,317	425,342,317	425,342,317

### UNAUDITED ABRIDGED STATEMENTS OF CASH FLOWS FOR QUARTER ENDED JUNE 30, 2017

	THE GROUP		THE COMPANY	
	Unaudited 6 months to June 30, 2017	Unaudited 6 months to June 30, 2016	Unaudited 6 months to June 30, 2017	Unaudited 6 months to June 30, 2016
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Operating activities</b>				
Net cash from/(used in)/from operating activities	(150,647)	173,808	(104,458)	(68,340)
<b>Investing activities</b>				
Net cash from investing activities	264,308	12,367	262,579	17,389
<b>Financing activities</b>				
Net cash (used in)/from financing activities	(97,877)	(100,025)	(116,343)	23,202
<b>Increase / (Decrease) in cash and cash equivalents</b>	<b>15,785</b>	<b>86,150</b>	<b>41,778</b>	<b>(27,749)</b>
<b>Movement in cash and cash equivalents</b>				
<b>At January 1,</b>	<b>(244,394)</b>	<b>(387,274)</b>	<b>(255,425)</b>	<b>(249,823)</b>
Effect of foreign exchange difference	158	874	-	-
Increase / (Decrease)	15,785	86,150	41,778	(27,749)
<b>At June 30,</b>	<b>(228,451)</b>	<b>(300,250)</b>	<b>(213,647)</b>	<b>(277,572)</b>

### NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND HALF-YEAR ENDED JUNE 30, 2017

1. The interim quarterly condensed financial statements have been prepared on the same accounting policies set out in the statutory financial statements of the Group for the period ended December 31, 2016, except for the adoption of relevant amendments to published Standards, Standards and interpretations issued now effective.

#### 2. ACTIVITY

For the second quarter ended 30 June 2017, the Group and the Company recorded losses of Rs. 72.4m (2016 Rs 60.3m) and Rs. 32.8m (2016 Rs 29.8m) respectively.

The loss at Company level is essentially attributable to the reduction in rental income following the sale of Riverside Shopping Centre, and to a non-recurring expenditure of Rs 8.5m accounted for in the quarter. The revenue generated from our investment properties and from fees receivable from projects during the period were not sufficient to cover overheads.

The Group results for the quarter were again impacted by losses of Rs 31m from the hospitality cluster. The hotel results continue to improve under the leadership of the new cluster GM and the hotels registered a significant 42% reduction in losses as compared to the same semester last year. Occupancy % as well as hotel key ratios are improving to reach industry norms. We are confident that the results of the hotels will improve in 2017 with losses cut by half. If the trend continues, we hope to achieve break-even in 2018. The rental guarantee payments which had increased further the losses of the hospitality cluster over the last two years have started to expire with reduced payments as from the second quarter of 2017. Progressive elimination will have a positive impact on results until full elimination on 2018.

The property development cluster continues to generate profits although the cyclical nature of the activity led to reduced revenue as compared to the same period last year. We only recognize in the income statement, on a percentage completion basis, the revenue from the Riviera IRS development. The property development cluster will benefit from the start of new projects in 2018.

In the last quarter, the management has spared no effort in investigating the sale of non-core assets to reduce Group gearing and improve the Group cash-flows. Capital and debt restructuring of the Group has also been considered with advanced discussions with the relevant key stakeholders.

At quarter end, the Group total assets and net assets stood at Rs 4.58Bn and Rs 2.2Bn respectively (2016: 5.01Bn and Rs 2.29Bn). As a result, net assets per share stands at Rs 5.17.

6 months ended June 30, 2017	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Turnover	653,507	34,264	189,406	12,302	889,478
(Loss)/Profit before finance costs	(10,360)	11,719	(184)	(29,608)	(28,432)
Finance costs					(87,184)
Loss before taxation					(115,616)

6 months ended June 30, 2016	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Turnover	639,519	35,687	139,314	1,936	816,456
Profit/(Loss) before finance costs	55,867	16,275	(57,224)	(37,228)	(22,310)
Finance costs					(79,498)
Loss before taxation					(101,809)

June 30, 2017	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Segment assets	2,483,235	839,608	1,241,341	7,481	4,571,665
Segment liabilities	1,072,210	390,820	889,601	10,434	2,363,065

December 31, 2016	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Segment assets	2,640,867	1,045,454	1,320,359	7,375	5,014,055
Segment liabilities	1,249,839	508,832	910,597	20,571	2,689,839

By Order of the Board  
IBL Management Ltd  
Company Secretary

August 11, 2017

Copies of these abridged unaudited financial statements and the statement of direct and indirect interests of officers of the Company are available free of charge, upon request made to the Company Secretary, at the registered office of the Company, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

The above abridged unaudited financial statements are issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of BlueLife Limited accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.