

# BLUELIFE LIMITED

Business Registration Number: C07050411

## ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED SEPTEMBER 30, 2017

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

	THE GROUP		THE COMPANY	
	Unaudited as at Sept. 30, 2017	Audited as at December 31, 2016	Unaudited as at Sept. 30, 2017	Audited as at December 31, 2016
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>	4,007,118	4,143,031	2,503,130	2,532,808
<b>Current assets</b>	429,289	594,410	301,258	260,877
<b>Non-current assets classified as held for sale</b>	-	276,614	-	276,614
<b>Total Assets</b>	4,436,407	5,014,055	2,804,388	3,070,299
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves (attributable to owners of the parent)</b>				
Owners' interest	2,080,475	2,293,807	2,242,293	2,345,448
Non-controlling interests	1,197	30,409	-	-
<b>Total equity</b>	2,081,672	2,324,216	2,242,293	2,345,448
<b>Non-current liabilities</b>	746,465	683,120	2,005	135,520
<b>Current liabilities</b>	1,608,270	2,006,719	560,090	589,331
<b>Total equity and liabilities</b>	4,436,407	5,014,055	2,804,388	3,070,299

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

	THE GROUP				THE COMPANY			
	Unaudited 3 months to Sept. 30, 2017	Unaudited 3 months to Sept. 30, 2016	Unaudited 9 months to Sept. 30, 2017	Unaudited 9 months to Sept. 30, 2016	Unaudited 3 months to Sept. 30, 2017	Unaudited 3 months to Sept. 30, 2016	Unaudited 9 months to Sept. 30, 2017	Unaudited 9 months to Sept. 30, 2016
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	225,072	352,815	1,115,748	1,166,200	4,064	9,009	292,828	44,980
Loss before finance costs	(100,541)	(33,530)	(126,578)	(55,853)	(41,082)	(9,543)	(80,974)	(38,358)
Finance costs	(37,458)	(42,557)	(127,037)	(122,043)	(10,585)	(13,754)	(35,283)	(41,503)
Loss before taxation	(137,999)	(76,087)	(253,615)	(177,896)	(51,667)	(23,297)	(116,257)	(79,861)
Income tax credit/(charge)	8,074	-	8,074	(130)	11,408	-	11,408	-
<b>Loss for the period</b>	(129,925)	(76,087)	(245,541)	(178,026)	(40,259)	(23,297)	(104,849)	(79,861)
Other comprehensive income for the period net of tax	2,997	-	2,997	-	1,694	-	1,694	-
<b>Total comprehensive income for the period</b>	(126,928)	(76,087)	(242,544)	(178,026)	(38,565)	(23,297)	(103,155)	(79,861)
<b>Loss attributable to:</b>								
Owners of the parent	(120,357)	(54,100)	(215,823)	(113,262)	(40,259)	(23,297)	(104,849)	(79,861)
Non-controlling interests	(9,568)	(21,987)	(29,718)	(64,764)	-	-	-	-
	(129,925)	(76,087)	(245,541)	(178,026)	(40,259)	(23,297)	(104,849)	(79,861)
<b>Total comprehensive income attributable to:</b>								
Owners of the parent	(117,866)	(54,100)	(213,332)	(113,262)	(38,565)	(23,297)	(103,155)	(79,861)
Non-controlling interests	(9,062)	(21,987)	(29,212)	(64,764)	-	-	-	-
	(126,928)	(76,087)	(242,544)	(178,026)	(38,565)	(23,297)	(103,155)	(79,861)

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

	Attributable to owners of the parent						
	Stated capital	Other reserves	Actuarial reserves	Revenue deficit	Total	Non-controlling interests	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>THE GROUP</b>							
<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	-	-	-	(215,823)	(215,823)	(29,718)	(245,541)
Other comprehensive income for the period	-	-	2,491	-	2,491	506	2,997
Total comprehensive income for the period	-	-	2,491	(215,823)	(213,332)	(29,212)	(242,544)
<b>Balance at September 30, 2017</b>	3,027,298	26,080	6	(972,909)	2,080,475	1,197	2,081,672
<b>Balance at January 1, 2016</b>	3,027,298	26,080	(778)	(181,145)	2,871,455	101,485	2,972,940
Loss for the period	-	-	-	(113,262)	(113,262)	(64,764)	(178,026)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(113,262)	(113,262)	(64,764)	(178,026)
<b>Balance at September 30, 2016</b>	3,027,298	26,080	(778)	(294,407)	2,758,193	36,721	2,794,914
<b>THE COMPANY</b>							
<b>Balance at January 1, 2017</b>		3,027,298	(1,187)	(680,663)			2,345,448
Loss for the period		-	-	(104,849)			(104,849)
Other comprehensive income for the period		-	1,694	-			1,694
Total comprehensive income for the period		-	1,694	(104,849)			(103,155)
<b>Balance at September 30, 2017</b>		3,027,298	507	(785,512)			2,242,293
<b>Balance at January 1, 2016</b>		3,027,298	(779)	(420,750)			2,605,769
Loss for the period		-	-	(79,861)			(79,861)
Other comprehensive income for the period		-	-	-			-
Total comprehensive income for the period		-	-	(79,861)			(79,861)
<b>Balance at September 30, 2016</b>		3,027,298	(779)	(500,611)			2,525,908

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

	THE GROUP				THE COMPANY			
	Unaudited 3 months to Sept. 30, 2017	Unaudited 3 months to Sept. 30, 2016	Unaudited 9 months to Sept. 30, 2017	Unaudited 9 months to Sept. 30, 2016	Unaudited 3 months to Sept. 30, 2017	Unaudited 3 months to Sept. 30, 2016	Unaudited 9 months to Sept. 30, 2017	Unaudited 9 months to Sept. 30, 2016
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Continuing operations</b>								
Basic loss per share (Rupees & cents)	(0.283)	(0.127)	(0.507)	(0.266)	(0.095)	(0.055)	(0.247)	(0.188)
Net Assets per share (Rupees & cents)	4.8913	6.485	4.891	6.485	5.272	5.939	5.272	5.939
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 SEPTEMBER 30, 2017

	THE GROUP		THE COMPANY	
	Unaudited 9 months to Sept. 30, 2017	Unaudited 9 months to Sept. 30, 2016	Unaudited 9 months to Sept. 30, 2017	Unaudited 9 months to Sept. 30, 2016
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Operating activities</b>				
Net cash (used in)/from operating activities	(196,735)	144,462	(106,551)	(68,340)
<b>Investing activities</b>				
Net cash from investing activities	259,415	11,331	262,526	17,389
<b>Financing activities</b>				
Net cash (used in)/from financing activities	(128,933)	(100,161)	(116,343)	23,202
<b>(Decrease)/increase in cash and cash equivalents</b>	(66,253)	55,632	39,632	(27,749)
<b>Movement in cash and cash equivalents</b>				
At January 1,	(244,394)	(387,274)	(255,425)	(249,823)
Effect of foreign exchange difference (Decrease)/increase	(961)	833	-	-
	(66,253)	55,632	39,632	(27,749)
At September 30,	(311,608)	(330,809)	(215,793)	(277,572)

### NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED SEPTEMBER 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 year ended December 31, 2016, except for the adoption of relevant amendments to published Standards, Standards and interpretations issued now effective.

2. **ACTIVITY**  
The Group operational results, before interest as well as fair value and impairment charges, for the quarter to September 2017 increased by Rs 36m compared to previous quarter. This improvement led to positive operational results of Rs 5.4m for the quarter (Q3 2016 losses of Rs. 15.8m) and brought operational losses for the nine-month period to Rs. 15.4m as compared to losses of Rs 55.9m for the same period in 2016.

A revaluation of the Group's assets and goodwill was carried out during the quarter in preparation for the upcoming rights issue. This resulted in Rs 111.2m of negative fair value adjustments as well as impairment charges which brought the losses before interest for the 9 month period to Rs 126.6m.

As previously reported, the hospitality cluster, under the management of Radisson Blu, continues its recovery. Net losses continue to reduce and we are confident that the targeted 50% cut in losses will be met at year end. However, although improving, the net losses of the hospitality cluster of Rs 77m for the 9 month period remained the major contributor to the Group's losses.

As expected, the residential segment continued to be a positive contributor in the third quarter. The recent launch of our Ennea Villas and upcoming launch of new residential components within the golf estate will provide a diverse offering intended to capture various market segments. The Northern Precinct project will be the driver of revenue for 3 years following the start of construction which we are striving to start as soon as possible.

At quarter end, the Group total assets and net assets stood at Rs. 4.44Bn and Rs. 2.08Bn respectively (2016: 5.01Bn and Rs 2.29Bn). As a result, net assets per share stands at Rs 4.89.

The implementation of the strategy involving the sale of non-core assets to reduce Group gearing and improve the Group cash-flows as well as capital and debt restructuring of the Group are under way. During the quarter, the Company announced a rights issue of Rs 450m to be underwritten up to Rs 400m by IBL Ltd as well as the debt restructuring plan which was finalised with banks. The relevant authorisations have been sought from authorities and discussions are still ongoing.

	Land Development		Yielding Property		Hotel		Service		Total	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>9 months ended September 30, 2017</b>										
Turnover	784,776	36,747	279,434	14,792						1,115,748
Loss before finance costs	(43,470)	(40,538)	(6,320)	(36,250)						(126,578)
Finance costs										(127,037)
Loss before taxation										(253,615)
<b>9 months ended September 30, 2016</b>										
Turnover	917,447	46,776	199,264	2,713						1,166,200
Profit/(Loss) before finance costs	62,154	21,067	(79,331)	(59,743)						(55,853)
Finance costs										(122,043)
Loss before taxation										(177,896)
<b>September 30, 2017</b>										
Segment assets	2,409,915	775,658	1,243,651	7,182						4,436,407
Segment liabilities	1,061,854	386,680	899,876	6,325						2,354,735
<b>December 31, 2016</b>										
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

November 15, 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, 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.