

PROMOTION AND DEVELOPMENT LIMITED
ABRIDGED AUDITED FINANCIAL STATEMENTS
30 JUNE 2011



STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	2011 MRs 000	2010 MRs 000	2011 MRs 000	2010 MRs 000
ASSETS				
Non-current assets				
Property, plant and equipment	291,896	284,340	113,572	107,682
Investment property	3,783,641	3,790,612	139,250	149,650
Intangible assets	4,882	4,201	325	446
Investments in subsidiary companies	-	-	1,190,222	964,675
Investments in associates	3,524,071	3,647,781	3,344,367	3,048,290
Investments in available-for-sale financial assets	1,902,393	1,665,202	1,684,593	1,451,578
	<u>9,506,883</u>	<u>9,392,136</u>	<u>6,472,329</u>	<u>5,722,321</u>
Current assets	<u>222,269</u>	<u>158,903</u>	<u>256,885</u>	<u>242,530</u>
Total assets	<u><u>9,729,152</u></u>	<u><u>9,551,039</u></u>	<u><u>6,729,214</u></u>	<u><u>5,964,851</u></u>
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	194,331	194,331	194,331	194,331
Other reserves	3,783,703	3,895,262	4,424,291	3,873,471
Retained earnings	2,968,697	2,897,965	1,593,688	1,583,517
Equity attributable to owners of the parent	6,946,731	6,987,558	6,212,310	5,651,319
Non-controlling interests	1,067,227	1,095,122	-	-
Total equity	8,013,958	8,082,680	6,212,310	5,651,319
Liabilities				
Non-current liabilities				
Borrowings	627,841	604,166	-	-
Income tax liabilities	-	252	-	-
Deferred tax liabilities	241,487	240,346	7,807	8,552
Retirement benefit obligations	25,823	19,209	15,710	11,346
	<u>895,151</u>	<u>863,973</u>	<u>23,517</u>	<u>19,898</u>
Current liabilities	<u>820,043</u>	<u>604,386</u>	<u>493,387</u>	<u>293,634</u>
Total liabilities	<u>1,715,194</u>	<u>1,468,359</u>	<u>516,904</u>	<u>313,532</u>
Total equity and liabilities	<u><u>9,729,152</u></u>	<u><u>9,551,039</u></u>	<u><u>6,729,214</u></u>	<u><u>5,964,851</u></u>
	MRs	MRs	MRs	MRs
Net assets per share	<u>178.74</u>	<u>179.79</u>	<u>159.84</u>	<u>145.40</u>
	No.	No.	No.	No.
Number of shares	<u>38,866,160</u>	<u>38,866,160</u>	<u>38,866,160</u>	<u>38,866,160</u>

STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	2011 MRs 000	2010 MRs 000	2011 MRs 000	2010 MRs 000
Turnover	522,173	491,175	153,095	146,198
Operating expenses	(386,616)	(342,905)	(59,903)	(57,770)
	<u>135,557</u>	<u>148,270</u>	<u>93,192</u>	<u>88,428</u>
Profit on disposal of shares	3,080	1,281	-	1,281
Impairment of available-for-sale financial assets	-	(71,184)	-	-
Profit on disposal of properties	-	1,395	-	1,395
Net finance costs	(110,541)	(83,639)	(25,467)	(15,009)
Distribution of shares from associates	-	-	-	50,057
Share of results of associates	(4,048)	(14,300)	-	-
Negative goodwill of associates	40,059	11,663	-	-
	<u>64,107</u>	<u>(6,514)</u>	<u>67,725</u>	<u>126,152</u>
Profit/(loss) before taxation	<u>64,107</u>	<u>(6,514)</u>	<u>67,725</u>	<u>126,152</u>
Taxation	(8,729)	(9,892)	745	(42)
	<u>55,378</u>	<u>(16,406)</u>	<u>68,470</u>	<u>126,110</u>
Profit/(loss) for the year	<u>55,378</u>	<u>(16,406)</u>	<u>68,470</u>	<u>126,110</u>
Other comprehensive income:				
Group's share of other comprehensive income of associates	(273,995)	25,398	-	-
Release in respect of available-for-sale financial assets	15,005	28,109	505	(1,281)
Fair value gains/(losses) on:				
- available-for-sale financial assets	228,256	139,954	237,393	126,786
- subsidiaries	-	-	209,051	(23,755)
- associates	-	-	103,871	681,480
Currency translation differences	(6,179)	(9,848)	-	-
Other comprehensive income for the year, net of tax	(36,913)	183,613	550,820	783,230
Total comprehensive income for the year	<u>18,465</u>	<u>167,207</u>	<u>619,290</u>	<u>909,340</u>
Profit/(loss) for the year				
Attributable to:				
Owners of the parent	35,311	(35,967)	68,470	126,110
Non-controlling interests	20,067	19,561	-	-
	<u>55,378</u>	<u>(16,406)</u>	<u>68,470</u>	<u>126,110</u>
Total comprehensive income for the year				
Attributable to:				
Owners of the parent	(544)	145,492	619,290	909,340
Non-controlling interests	19,009	21,715	-	-
	<u>18,465</u>	<u>167,207</u>	<u>619,290</u>	<u>909,340</u>
	MRe	MRe		
Earnings/(loss) per share	<u>0.91</u>	<u>(0.93)</u>		

STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent					
	Share capital MRs 000	Other reserves MRs 000	Retained earnings MRs 000	Total MRs 000	Non controlling interests MRs 000	Total equity MRs 000
THE GROUP						
At 1 July 2009	194,331	3,751,275	2,958,945	6,904,551	1,120,341	8,024,892
Dividend	-	-	(77,732)	(77,732)	(19,191)	(96,923)
Effect of increase in shareholding of subsidiary company	-	-	15,247	15,247	(27,743)	(12,496)
Total comprehensive income for the year	-	143,987	1,505	145,492	21,715	167,207
At 30 June 2010	194,331	3,895,262	2,897,965	6,987,558	1,095,122	8,082,680
At 1 July 2010	194,331	3,895,262	2,897,965	6,987,558	1,095,122	8,082,680
Dividend	-	-	(58,299)	(58,299)	(12,392)	(70,691)
Effect of increase in shareholding of subsidiary company	-	-	18,016	18,016	(34,512)	(16,496)
Total comprehensive income for the year	-	(111,559)	111,015	(544)	19,009	18,465
At 30 June 2011	194,331	3,783,703	2,968,697	6,946,731	1,067,227	8,013,958
	Share capital MRs 000	Other reserves MRs 000	Retained earnings MRs 000	Total MRs 000		
THE COMPANY						
At 1 July 2009	194,331	3,090,241	1,535,139	4,819,711		
Dividend	-	-	(77,732)	(77,732)		
Total comprehensive income for the year	-	783,230	126,110	909,340		
At 30 June 2010	194,331	3,873,471	1,583,517	5,651,319		
At 1 July 2010	194,331	3,873,471	1,583,517	5,651,319		
Dividend	-	-	(58,299)	(58,299)		
Total comprehensive income for the year	-	550,820	68,470	619,290		
At 30 June 2011	194,331	4,424,291	1,593,688	6,212,310		

NOTES

- The abridged financial statements are audited and have been prepared in accordance and comply with International Financial Reporting Standards (IFRSs).
- Group NAV decreased slightly by 0.6% to MRs 178.74 whilst at company level, NAV rose by 9.9% to MRs 159.84.
- An interim dividend of MRe 1.00 per share was declared in December 2010 and paid on 18 February 2011, while a final dividend of MRe 0.50 per share was declared in June 2011 and paid on 18 August 2011.
- The statement of direct and indirect interests of Insiders pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, upon request from the secretary, free of charge, at Promotion and Development Limited, 8th Floor, Dias Pier Building, Le Caudan Waterfront, Port Louis.

STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	2011 MRs 000	2010 MRs 000	2011 MRs 000	2010 MRs 000
Net cash generated from operating activities	85,227	131,433	64,730	111,311
Net cash used in investing activities	(241,286)	(154,706)	(201,759)	(85,280)
Net cash flow before financing activities	(156,059)	(23,273)	(137,029)	26,031
Net cash used in financing activities	(64,158)	(284,452)	(81,002)	(248,984)
	<u>(220,217)</u>	<u>(307,725)</u>	<u>(218,031)</u>	<u>(222,953)</u>
Decrease in cash and cash equivalents				
Cash and cash equivalents at beginning of the year	(388,380)	(80,229)	(237,642)	(14,620)
Effect of foreign exchange rate changes	319	(426)	(49)	(69)
Cash and cash equivalents at end of the year	<u>(608,278)</u>	<u>(388,380)</u>	<u>(455,722)</u>	<u>(237,642)</u>
Analysis of cash and cash equivalents				
Bank and cash balances	924	1,316	85	679
Bank overdrafts	(609,202)	(389,696)	(455,807)	(238,321)
	<u>(608,278)</u>	<u>(388,380)</u>	<u>(455,722)</u>	<u>(237,642)</u>

Segment reporting

	PROPERTY MRs 000	SHARES MRs 000	SECURITY MRs 000	OTHER MRs 000	Eliminations MRs 000	Total MRs 000
June 2011						
External sales	254,259	52,204	213,510	2,200	-	522,173
Intersegment sales	4,800	100,079	18,845	8,320	(132,044)	-
Total revenues	<u>259,059</u>	<u>152,283</u>	<u>232,355</u>	<u>10,520</u>	<u>(132,044)</u>	<u>522,173</u>
Segment result	<u>103,731</u>	<u>121,635</u>	<u>10,270</u>	<u>-</u>	<u>(100,079)</u>	<u>135,557</u>
June 2010						
External sales	246,193	61,237	181,197	2,548	-	491,175
Intersegment sales	2,572	80,215	19,919	8,985	(111,691)	-
Total revenues	<u>248,765</u>	<u>141,452</u>	<u>201,116</u>	<u>11,533</u>	<u>(111,691)</u>	<u>491,175</u>
Segment result	<u>114,270</u>	<u>111,770</u>	<u>2,445</u>	<u>-</u>	<u>(80,215)</u>	<u>148,270</u>
Earnings/(loss) per share						
The earnings/(loss) per share has been calculated as follows:						
	2011 MRs 000	2010 MRs 000				
Profit/(loss) attributable to owners of the parent	<u>35,311</u>	<u>(35,967)</u>				
Weighted average number of shares in issue	<u>38,866,160</u>	<u>38,866,160</u>				

These abridged financial statements were approved for issue by the Board of Directors on 16 September 2011.

By order of the board
 Jocelyne Martin
 Secretary
 16 September 2011

These abridged financial statements are issued pursuant to listing rule 12.14 and section 88 of the Securities Act 2005. The Board of Directors of Promotion and Development Ltd accepts full responsibility for the accuracy of the information contained in these abridged financial statements. Copies of the abridged and full audited financial statements are available, upon request from the secretary, free of charge, at Promotion and Development Ltd, 8th floor, Dias Pier Building, Le Caudan Waterfront, Port Louis.