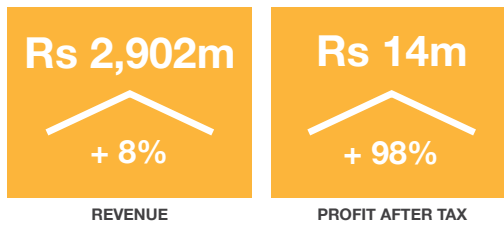


### NINE MONTHS ENDED 30 SEPTEMBER 2018



### STATEMENTS OF FINANCIAL POSITION

	GROUP	
	30 September 2018	31 December 2017
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	2,427,532	2,432,345
Current assets	1,914,653	2,194,344
<b>Total assets</b>	<b>4,342,185</b>	<b>4,626,689</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Owners' interest	1,783,736	1,773,582
Non controlling interests	298,142	296,680
<b>Total equity</b>	<b>2,081,878</b>	<b>2,070,262</b>
Non-current liabilities	585,664	639,360
Current liabilities	1,674,643	1,917,067
<b>Total equity and liabilities</b>	<b>4,342,185</b>	<b>4,626,689</b>
Net assets per share(Rs)	158.42	157.52
Number of ordinary shares	11,259,388	11,259,388

### STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP			
	Three months to 30 Sep 2018	Three months to 30 Sep 2017	Nine months to 30 Sep 2018	Nine months to 30 Sep 2017
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Revenue</b>	<b>952,802</b>	<b>969,829</b>	<b>2,902,201</b>	<b>2,693,140</b>
<b>Profit/(loss) before finance costs</b>	<b>4,073</b>	<b>(5,473)</b>	<b>(5,236)</b>	<b>(4,003)</b>
Finance costs	(15,726)	(20,959)	(46,190)	(51,710)
Share of results of associates & joint ventures	24,001	22,067	83,069	72,815
Net impairment of asset	-	(20,500)	-	(20,500)
<b>Profit/(loss) before tax</b>	<b>12,348</b>	<b>(24,865)</b>	<b>31,643</b>	<b>(3,398)</b>
Income tax	(4,894)	(5,601)	(15,561)	(13,563)
<b>Profit/(loss) for the period from continuing operations</b>	<b>7,454</b>	<b>(30,466)</b>	<b>16,082</b>	<b>(16,961)</b>
<b>Discontinued operations</b>				
Post tax profit/(loss) from discontinued operations	141	(13,263)	(1,782)	(63,849)
Profit/(loss) on disposal of subsidiary	232	87,947	(142)	87,947
<b>Profit for the period</b>	<b>7,827</b>	<b>44,218</b>	<b>14,158</b>	<b>7,137</b>
<b>Attributable to:</b>				
Owners of the parent	11,105	45,342	21,541	15,309
Non controlling interests	(3,278)	(1,124)	(7,383)	(8,172)
<b>Profit for the period</b>	<b>7,827</b>	<b>44,218</b>	<b>14,158</b>	<b>7,137</b>
Other comprehensive (loss)/income for the period net of tax	(2,455)	10,018	(9,982)	9,454
<b>Total comprehensive income for the period</b>	<b>5,372</b>	<b>54,236</b>	<b>4,176</b>	<b>16,591</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the parent	5,241	55,649	14,171	23,159
Non controlling interests	131	(1,413)	(9,995)	(6,568)
<b>Basic earnings per share from continuing operations(Rs/cents)</b>	<b>0.97</b>	<b>5.59</b>	<b>2.07</b>	<b>7.03</b>
<b>Earnings/(loss) per share from discontinued operations(Rs/cents)</b>	<b>0.01</b>	<b>(1.56)</b>	<b>(0.16)</b>	<b>(5.67)</b>

The quarterly condensed financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2017, except for the adoption of published Standards that are now effective.

The statement of direct and indirect interests of officers of the Company required under the rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, HM Secretaries Ltd, 18 Edith Cavell street, Port Louis.

Copies of the abridged unaudited financial statements are available free of charge upon request at the Company's registered office, 18 Edith Cavell street, Port Louis.

### STATEMENTS OF CHANGES IN EQUITY

	Share Capital	Actuarial losses	Revaluation, Fair value and other		Total
			Reserves	Retained Earnings	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>GROUP</b>					
Balance at 1 January 2018	112,594	(95,336)	455,617	1,300,707	1,773,582
Profit for the period	-	-	-	21,541	21,541
Other comprehensive loss	-	-	(7,370)	-	(7,370)
Change in ownership interest in subsidiary that does not result in loss of control	-	-	-	(4017)	(4,017)
<b>Balance at 30 September 2018</b>	<b>112,594</b>	<b>(95,336)</b>	<b>448,247</b>	<b>1,318,231</b>	<b>1,783,736</b>
Balance at 1 January 2017	112,594	(80,727)	566,327	1,113,789	1,711,983
Profit for the period	-	-	-	15,309	15,309
Other comprehensive income	-	-	7,850	-	7,850
<b>Balance at 30 September 2017</b>	<b>112,594</b>	<b>(80,727)</b>	<b>574,177</b>	<b>1,129,098</b>	<b>1,735,142</b>

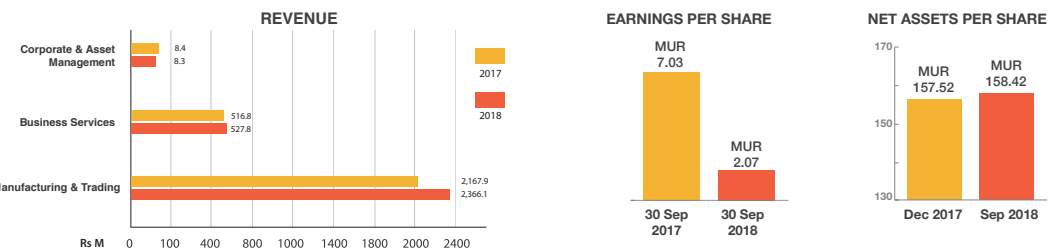
### STATEMENTS OF CASH FLOWS

	GROUP	
	Nine months to 30 Sep 2018	Nine months to 30 Sep 2017
	Rs'000	Rs'000
<b>Continuing operations</b>		
Net cash absorbed in operating activities	(159,192)	(189,817)
Net cash generated from investing activities	27,254	107,217
Net cash absorbed in financing activities	(66,663)	(139,779)
Net decrease in cash and cash equivalents	(198,601)	(222,379)
<b>Discontinued operations</b>		
Net increase in cash and cash equivalents	297	13,973
Decrease in cash and cash equivalents	(198,304)	(208,406)
At 01 January	54,574	36,438
Effect of foreign exchange difference	(2,297)	5,145
<b>At 30 September</b>	<b>(146,027)</b>	<b>(166,823)</b>

### SEGMENTAL INFORMATION

The reportable segments are strategic business units that offer different products and services.

	Corporate & Asset Management	Business Services	Manufacturing & Trading	Consolidation adjustments	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Nine months ended 30 September 2018</b>					
Total segment revenues	157,406	603,476	2,504,674	-	3,265,556
Inter-segment revenues	(149,153)	(75,644)	(138,558)	-	(363,355)
<b>Revenues from external customers</b>	<b>8,253</b>	<b>527,832</b>	<b>2,366,116</b>	<b>-</b>	<b>2,902,201</b>
<b>Segment (loss)/profit</b>	<b>(11,846)</b>	<b>(131)</b>	<b>28,596</b>	<b>(21,855)</b>	<b>(5,236)</b>
Share of results of associates & joint ventures	83,069	-	-	-	83,069
Finance costs	(41,639)	(6,784)	(19,622)	21,855	(46,190)
<b>Profit/(loss) before tax</b>	<b>29,584</b>	<b>(6,915)</b>	<b>8,974</b>	<b>-</b>	<b>31,643</b>
Income tax expense	(28)	(1,159)	(14,374)	-	(15,561)
<b>Profit/(loss) after tax from continuing operations</b>	<b>29,556</b>	<b>(8,074)</b>	<b>(5,400)</b>	<b>-</b>	<b>16,082</b>
<b>Nine months ended 30 September 2017</b>					
Total segment revenues	147,198	541,529	2,357,138	-	3,045,865
Inter-segment revenues	(138,786)	(24,694)	(189,245)	-	(352,725)
<b>Revenues from external customers</b>	<b>8,412</b>	<b>516,835</b>	<b>2,167,893</b>	<b>-</b>	<b>2,693,140</b>
<b>Segment (loss)/profit</b>	<b>(35,301)</b>	<b>6,536</b>	<b>49,406</b>	<b>(24,644)</b>	<b>(4,003)</b>
Share of results of associates & joint ventures	72,815	-	-	-	72,815
Net impairment of asset	(20,500)	-	-	-	(20,500)
Finance costs	(54,616)	(4,037)	(17,701)	24,644	(51,710)
<b>(Loss)/profit before tax</b>	<b>(37,602)</b>	<b>2,499</b>	<b>31,705</b>	<b>-</b>	<b>(3,398)</b>
Income tax expense	-	(470)	(13,093)	-	(13,563)
<b>(Loss)/Profit after tax from continuing operations</b>	<b>(37,602)</b>	<b>2,029</b>	<b>18,612</b>	<b>-</b>	<b>(16,961)</b>



### PROFILE

Based in Mauritius, Harel Mallac (the Group) operates in six countries in Africa and the Indian Ocean, and employs some 1,200 people. It comprises three distinct clusters of operations: Manufacturing & Trading, Business Services and Asset Management.

### PERFORMANCE

Group revenue from continuing operations for the nine months of 2018 increased by 7.8% from last year to Rs 2.9 billion, driven by both the Manufacturing & Trading and Business Services clusters.

This increase in revenue did not translate into an improved profitability, as the Group posted losses before finance costs of Rs 5.2 million for the nine months of 2018, compared to a loss of Rs 4 million in 2017.

The profitability of the **Manufacturing & Trading cluster** was particularly impacted by the difficulties the sugar industry is currently facing. As such, the drop in profits in the Chemicals, Fertilisers & Hygiene division outweighed the positive results posted by the Group's trading activities in its Equipment and Systems division.

The core activity of the **Business Services cluster** is within its Technology division. The latter recorded an improvement in its nine months Profit before Finance Costs as opposed to last year. However, the closure costs incurred in one activity resulted in lower profits for the Cluster.

Regarding the **Asset Management cluster**, the share of results from our associates and joint ventures for the nine months of 2018 increased by Rs 10 million, compared to the same period in 2017, on the back of better results from our associates in the construction and hospitality sectors.

Overall, the Group posted a profit after tax of Rs 14 million for the first nine months of 2018, compared Rs 7 million for the same period last year.

### GROUP UPDATES

The management team of the Manufacturing & Trading cluster has been reinforced by Franck Rivas-Manzo, who is heading Novengi and Corexsolar.

Harel Mallac has embarked on a digital transformation journey – comprising of the integration of a new ERP in all its operations – which will roll out until mid-2020.

### OUTLOOK

The last quarter of the year is traditionally the strongest one for most of our business units.

**By order of the Board**  
**HM Secretaries Ltd**

Company Secretary  
06 November 2018

**STATEMENTS OF FINANCIAL POSITION**

	GROUP	
	30 June 2018	31 December 2017
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	2,418,339	2,432,345
Current assets	1,991,897	2,194,344
<b>Total Assets</b>	<b>4,410,236</b>	<b>4,626,689</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Owners' interest	1,768,066	1,773,582
Non controlling interests	300,366	296,680
<b>Total Equity</b>	<b>2,068,432</b>	<b>2,070,262</b>
Non-current liabilities	609,340	639,360
Current liabilities	1,732,464	1,917,067
<b>Total Equity and Liabilities</b>	<b>4,410,236</b>	<b>4,626,689</b>
Net assets per share(Rs)	157.03	157.52
Number of ordinary shares	11,259,388	11,259,388

**STATEMENTS OF PROFIT OR LOSS**

	GROUP			
	Three months to 30 June 2018	Three months to 30 June 2017	Six months to 30 June 2018	Six months to 30 June 2017
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Revenue</b>	<b>1,068,892</b>	888,693	<b>1,949,399</b>	1,723,311
<b>Profit/(loss) before finance costs</b>	<b>423</b>	21,212	<b>(9,309)</b>	1,470
Finance costs	(15,996)	(15,668)	(30,464)	(30,751)
Loss on disposal of subsidiary	(375)	-	(375)	-
Share of results of associates & joint ventures	33,088	23,474	59,068	50,748
<b>Profit before tax</b>	<b>17,140</b>	29,018	<b>18,920</b>	21,467
Income tax	(9,270)	(6,136)	(10,667)	(7,962)
<b>Profit for the period from continuing operations</b>	<b>7,870</b>	22,882	<b>8,253</b>	13,505
<b>Discontinued operations</b>				
<b>Post tax loss from discontinued operations</b>	<b>(809)</b>	(26,635)	<b>(1,923)</b>	(50,586)
	<b>7,061</b>	(3,753)	<b>6,330</b>	(37,081)
<b>Attributable to:</b>				
Owners of the parent	5,299	428	10,435	(30,033)
Non controlling interests	1,762	(4,181)	(4,105)	(7,048)
Profit/(loss) for the year	<b>7,061</b>	(3,753)	<b>6,330</b>	(37,081)
Basic earnings per share from continuing operations(Rs/cents)	<b>0.54</b>	2.19	<b>1.10</b>	1.44
Loss per share from discontinued operations (Rs/cents)	<b>(0.07)</b>	(2.15)	<b>(0.17)</b>	(4.11)

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

Profit/(loss) for the period	7,061	(3,753)	6,330	(37,081)
Other comprehensive (loss)/income for the period net of tax	(7,527)	5,195	(15,600)	7,419
<b>Total comprehensive income/(loss) for the period</b>	<b>(466)</b>	1,442	<b>(9,270)</b>	(29,662)
<b>Other comprehensive income/(loss) attributable to:</b>				
Owners of the parent	(1,506)	1,516	(11,934)	3,164
Non controlling interests	(6,021)	3,679	(3,666)	4,255
	<b>(7,527)</b>	5,195	<b>(15,600)</b>	7,419

**Profile**  
Based in Mauritius, Harel Mallac (the Group) operates in six countries in Africa and the Indian Ocean, and employs some 1,200 people. It comprises three distinct clusters of operations: Manufacturing & Trading, Business Services and Asset Management.

**Performance**  
Group revenue from continuing operations for the first half of 2018 increased to Rs 1.9 billion, up by 13% compared to last year, driven by both the Manufacturing & Trading and Business Services clusters.

This increase in revenue did not translate into an improved profitability, as the Group posted Losses before finance costs of Rs 9.3 million for the semester. This results from a one-off drop in the operational margins of the Chemical, Fertilisers & Hygiene and the Technology divisions in the second quarter. Finance costs for the Group are in line with prior year.

The share of results from our associates and joint ventures for the first semester increased by Rs 8 million, compared to the same period in 2017, on the back of better results from our associates in the construction and hospitality sectors.

The disposal of Compagnie des Magasins Populaires Limitée (CMPL) has impacted the Group results positively for the first semester, as losses from CMPL have dropped out.

The Group ended the first half of 2018 with a profit after tax of Rs 6.3 million, compared to a loss of Rs 37 million in the same period of 2017.

**Group Updates**  
Harel Mallac pursues its consolidation with the acquisition of Corexsolar International, a regional leader in photovoltaic solutions.

The leadership team was reinforced with the arrival in July 2018 of a Chief Operations Officer, Mr. Patrice Marie, for the Chemical, Fertilisers and Hygiene Division, and two new Directors on the Board, namely Mr. Christian Bégoune de Juniac and Mr. Daniel Giraud.

The quarterly condensed financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2017.

The statement of direct and indirect interests of officers of the Company required under the rule 8(2)m of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, HM Secretaries Ltd, 18 Edith Cavell street, Port-Louis.

Copies of the abridged audited financial statements are available free of charge upon request at the Company's registered office, 18 Edith Cavell street, Port-Louis.

This report is issued pursuant to Listing Rule 12.14 and the Securities Act 2005. The Board of Directors of Harel Mallac & Co. Ltd accepts full responsibility for the accuracy of the information contained therein.

**STATEMENTS OF CHANGES IN EQUITY**

	Share Capital	Actuarial losses	Revaluation, Fair value and other Reserves	Retained Earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	<b>GROUP</b>				
Balance at 1 January 2018	112,594	(95,336)	455,617	1,300,707	1,773,582
Profit for the period	-	-	-	10,435	10,435
Other comprehensive income	-	-	(11,934)	-	(11,934)
Change in ownership interest in subsidiary that does not result in loss of control	-	-	-	(4,017)	(4,017)
<b>Balance at 30 June 2018</b>	<b>112,594</b>	<b>(95,336)</b>	<b>443,683</b>	<b>1,307,125</b>	<b>1,768,066</b>
Balance at 1 January 2017	112,594	(80,727)	566,327	1,113,789	1,711,983
Loss for the period	-	-	-	(30,033)	(30,033)
Other comprehensive income	-	-	3,164	-	3,164
<b>Balance at 30 June 2017</b>	<b>112,594</b>	<b>(80,727)</b>	<b>569,491</b>	<b>1,083,756</b>	<b>1,685,114</b>

**STATEMENTS OF CASH FLOWS**

	GROUP	
	Six months to 30 June 2018	Six months to 30 June 2017
	Rs'000	Rs'000
<b>Operating activities</b>		
Net cash absorbed in operating activities from continuing operations	(137,782)	(125,074)
Net cash generated from operating activities from discontinued operations	2,115	4,864
<b>Investing activities</b>		
Net cash generated from/(absorbed in) investing activities from continuing operations	39,182	(3,354)
Net cash absorbed in investing activities from discontinued operations	-	(5,048)
<b>Financing activities</b>		
Net cash generated from/(absorbed in) financing activities from continuing operations	4,626	(125,103)
Net cash absorbed in financing activities from discontinued operations	-	(953)
<b>Decrease in cash and cash equivalents</b>	<b>(91,859)</b>	<b>(254,668)</b>
<b>Movement in cash and cash equivalents</b>		
At 1 January	54,574	36,438
Decrease	(91,859)	(254,668)
Effect of foreign exchange difference	(3,011)	-
<b>At 30 June</b>	<b>(40,296)</b>	<b>(218,230)</b>

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS**

The reportable segments are strategic business units that offer different products and services.

	Investment, Corporate & Property	Business Services	Manufacturing & Trading	Consolidation adjustments	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Six months ended 30 June 2018</b>					
Total segment revenues	115,843	406,491	1,686,822	-	2,209,156
Inter-segment revenues	(110,441)	(34,900)	(114,416)	-	(259,757)
<b>Revenues from external customers</b>	<b>5,402</b>	<b>371,591</b>	<b>1,572,406</b>	<b>-</b>	<b>1,949,399</b>
<b>Segment (loss)/profit</b>	<b>(14,315)</b>	<b>87</b>	<b>19,230</b>	<b>(14,311)</b>	<b>(9,309)</b>
Loss on disposal of subsidiary	(375)	-	-	-	(375)
Share of results of associates & joint ventures	59,068	-	-	-	59,068
Finance costs	(28,165)	(4,125)	(12,485)	14,311	(30,464)
<b>Profit/(loss) before tax</b>	<b>16,213</b>	<b>(4,038)</b>	<b>6,745</b>	<b>-</b>	<b>18,920</b>
<b>Total assets</b>					
<b>30 June 2018</b>	<b>1,873,396</b>	<b>425,829</b>	<b>2,111,011</b>	<b>-</b>	<b>4,410,236</b>
31 December 2017	1,853,697	389,793	2,383,199	-	4,626,689
<b>Six months ended 30 June 2017</b>					
Total segment revenues	87,680	376,660	1,506,383	-	1,970,723
Inter-segment revenues	(82,183)	(17,869)	(147,360)	-	(247,412)
<b>Revenues from external customers</b>	<b>5,497</b>	<b>358,791</b>	<b>1,359,023</b>	<b>-</b>	<b>1,723,311</b>
<b>Segment profit/(loss)</b>	<b>(22,848)</b>	<b>6,125</b>	<b>37,809</b>	<b>(19,616)</b>	<b>1,470</b>
Share of results of associates & joint ventures	50,748	-	-	-	50,748
Finance costs	(36,080)	(2,736)	(11,551)	19,616	(30,751)
<b>(Loss)/profit before tax</b>	<b>(8,180)</b>	<b>3,389</b>	<b>26,258</b>	<b>-</b>	<b>21,467</b>
<b>Total assets</b>					
<b>30 June 2017</b>	<b>1,764,513</b>	<b>343,893</b>	<b>2,403,875</b>	<b>-</b>	<b>4,512,281</b>
31 December 2016	1,844,542	340,010	2,542,862	-	4,727,414

**By order of the Board**  
HM Secretaries Ltd  
Company Secretary  
10 August 2018

**STATEMENTS OF FINANCIAL POSITION**

	GROUP	
	31 March 2018	31 December 2017
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	2,450,015	2,432,345
Current assets	1,926,071	2,194,344
<b>Total assets</b>	<b>4,376,086</b>	<b>4,626,689</b>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves		
Owners' interest	1,768,290	1,773,582
Non controlling interests	293,168	296,680
<b>Total equity</b>	<b>2,061,458</b>	<b>2,070,262</b>
Non-current liabilities	634,989	639,360
Current liabilities	1,679,639	1,917,067
<b>Total equity and liabilities</b>	<b>4,376,086</b>	<b>4,626,689</b>
Net assets per share(Rs)	157.05	157.52
Number of ordinary shares	11,259,388	11,259,388

**STATEMENTS OF PROFIT OR LOSS**

	GROUP	
	Quarter to 31 March 2018	Quarter to 31 March 2017
	Rs'000	Rs'000
Revenue	880,507	834,618
Loss before finance costs	(9,732)	(19,742)
Finance costs	(14,468)	(15,083)
Share of result of associates	25,980	27,274
Profit/(loss) before tax	1,780	(7,551)
Income tax	(1,397)	(1,826)
Profit/(loss) for the period from continuing operations	383	(9,377)
Discontinued operations		
Post tax loss from discontinued operations	(1,114)	(23,951)
	(731)	(33,328)
Attributable to:		
Owners of the parent	5,136	(30,461)
Non controlling interests	(5,867)	(2,867)
	(731)	(33,328)
Earnings/(loss) per share from continuing operations(Rs)	0.56	(0.75)
Loss per share from discontinued operations(Rs)	(0.10)	(1.96)

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	31 March 2018	31 December 2017
Loss for the period	(731)	(33,328)
Other comprehensive income for the period net of tax	(8,073)	2,224
<b>Total comprehensive income for the period</b>	<b>(8,804)</b>	<b>(31,104)</b>
Other comprehensive income attributable to:		
Owners of the parent	(10,428)	1,648
Non controlling interests	2,355	576
	(8,073)	2,224

**Profile**

Based in Mauritius, Harel Mallac (the Group) operates in six countries in Africa and the Indian Ocean, and employs some 1,100 people. It comprises three distinct clusters of operations: Manufacturing & Trading, Business Services and Asset Management.

**Performance**

Group revenue from continuing operations for the first quarter increased to Rs 881 million, up by 5% compared to last year, driven mainly by the Chemicals & Hygiene and Technology Integration Services sub-divisions.

Group Loss before Finance costs was reduced to Rs 10 million for the quarter under review, compared to the corresponding period last year, with the major contributor to this improvement being the Technology division. Finance costs for the Group are lower than last year by 4%.

The share of results from our associates and joint ventures for the quarter ended 31 March 2018 decreased by Rs 1.3 million compared to the first quarter of 2017. Our investments in the hospitality sector continued to perform well, delivering better results than prior year.

Post-tax losses from discontinued operations have reduced by Rs 22.8 million to a loss of only Rs1.1 million, with the significant losses of our retail division of Rs 21.8 million in the first quarter of 2017, dropping out following disposal of Compagnie des Magasins Populaires Limitée (CMPL).

The Group ended the first quarter of 2018 with a loss after tax of Rs 0.7 million, compared to a loss of Rs 33.3 million in the first quarter of 2017.

**Outlook**

Although prevailing economic conditions remain challenging, management is confident that both the re-engineering of its traditional trading activities and the expansion of its Business Services cluster are on right track for the remaining period of 2018 and beyond.

The quarterly condensed financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2017, except for the adoption of published Standards that are now effective.

The statement of direct and indirect interests of officers of the Company required under the rule 8(2)m of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, HM Secretaries Ltd, 18 Edith Cavell street, Port-Louis.

Copies of the abridged audited financial statements are available free of charge upon request at the Company's registered office, 18 Edith Cavell street, Port-Louis.

**STATEMENTS OF CHANGES IN EQUITY**

	Share Capital	Actuarial losses	Revaluation, Fair value and other	Retained Earnings	Total
			Reserves		
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>GROUP</b>					
Balance at 1 January 2018	112,594	(95,336)	455,617	1,300,707	1,773,582
Profit for the period	-	-	-	5,136	5,136
Other comprehensive income	-	-	(6,411)	-	(6,411)
Change in ownership interest in subsidiary that does not result in loss of control	-	-	-	(4,017)	(4,017)
<b>Balance at 31 March 2018</b>	<b>112,594</b>	<b>(95,336)</b>	<b>449,206</b>	<b>1,301,826</b>	<b>1,768,290</b>
Balance at 1 January 2017	112,594	(80,727)	566,327	1,113,789	1,711,983
Loss for the period	-	-	-	(30,461)	(30,461)
Other comprehensive income	-	-	1,648	-	1,648
<b>Balance at 31 March 2017</b>	<b>112,594</b>	<b>(80,727)</b>	<b>567,975</b>	<b>1,083,328</b>	<b>1,683,170</b>

**STATEMENTS OF CASH FLOWS**

	GROUP	
	Quarter to 31 March 2018	Quarter to 31 March 2017
	Rs'000	Rs'000
<b>Operating activities</b>		
-Net cash absorbed in operating activities from continuing operations	(99,423)	(1,630)
-Net cash absorbed in operating activities from discontinued operations	(1,047)	(2,375)
<b>Investing activities</b>		
-Net cash absorbed in investing activities from continuing operations	(3,704)	(2,007)
-Net cash absorbed in investing activities from discontinued operations	-	(9,051)
<b>Financing activities</b>		
-Net cash absorbed in financing activities from continuing operations	(12,104)	(50,201)
-Net cash generated from financing activities from discontinued operations	-	3,217
<b>Decrease in cash and cash equivalents</b>	<b>(116,278)</b>	<b>(62,047)</b>
<b>Movement in cash and cash equivalents</b>		
At 1 January	54,574	36,438
Decrease	(116,278)	(62,047)
Effect of foreign exchange difference	(10,561)	(1,075)
<b>At 31 March</b>	<b>(72,265)</b>	<b>(26,684)</b>

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS**

The reportable segments are strategic business units that offer different products and services.

	Investment, Corporate & Property	Business Services	Manufacturing & Trading	Consolidation adjustments	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Quarter ended 31 March 2018</b>					
Total segment revenues	29,393	188,417	736,299	-	954,109
Inter-segment revenues	-	(1,497)	(28,513)	(43,592)	(73,602)
<b>Revenues from external customers</b>	<b>29,393</b>	<b>186,920</b>	<b>707,786</b>	<b>(43,592)</b>	<b>880,507</b>
<b>Continuing operations</b>					
Segment (loss)/profit	(1,507)	(1,824)	886	(7,287)	(9,732)
Share of profit of associates	25,980	-	-	-	25,980
Finance costs	(14,472)	(1,287)	(5,996)	7,287	(14,468)
<b>Profit/(loss) before tax</b>	<b>10,001</b>	<b>(3,111)</b>	<b>(5,110)</b>	<b>-</b>	<b>1,780</b>
<b>Total assets</b>					
31 March 2018	1,900,525	447,999	2,027,562	-	4,376,086
31 December 2017	1,853,697	389,793	2,383,199	-	4,626,689

**Quarter ended 31 March 2017**

Total segment revenues	33,470	167,487	741,246	-	942,203
Inter-segment revenues	-	(5,128)	(57,981)	(44,476)	(107,585)
<b>Revenues from external customers</b>	<b>33,470</b>	<b>162,359</b>	<b>683,265</b>	<b>(44,476)</b>	<b>834,618</b>

**Continuing operations**

Segment (loss)/profit	(1,774)	(9,277)	1,364	(10,055)	(19,742)
Share of profit of associates	27,274	-	-	-	27,274
Finance costs	(18,309)	(1,031)	(5,798)	10,055	(15,083)
<b>Profit/(loss) before tax</b>	<b>7,191</b>	<b>(10,308)</b>	<b>(4,434)</b>	<b>-</b>	<b>(7,551)</b>

**Total assets**

31 March 2017	1,811,825	287,646	2,355,872	-	4,455,343
31 December 2016	1,844,542	340,010	2,542,862	-	4,727,414

This report is issued pursuant to Listing Rule 12.14 and the Securities Act 2005. The Board of Directors of Harel Mallac & Co. Ltd accepts full responsibility for the accuracy of the information contained therein

By order of the Board  
HM Secretaries Ltd  
Company Secretary  
15 May 2018