

ENL LAND LTD
ANNUAL REPORT 2011





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Dear Shareholder,

The Board of Directors is pleased to present the Annual Report of ENL Land Ltd for the year ended June 30, 2011.

This report was approved by the Board of Directors on October 20, 2011.

On behalf of the Board of Directors, we invite you to join us at the Annual Meeting of the Company to be held:

Date: December 7, 2011


Time: 15.00 hours

Place: 7th Floor, Swan Group Centre
Intendance Street
Port Louis

Sincerely,

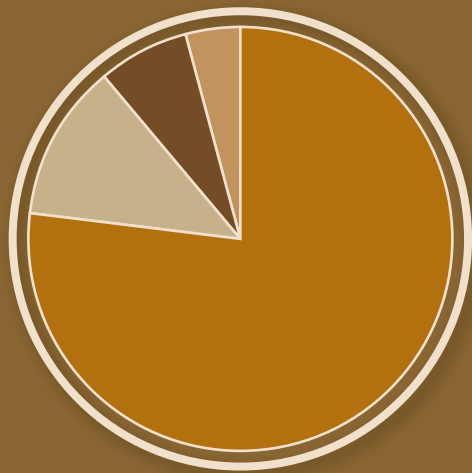


Guy RIVALLAND
Chairman



Hector ESPITALIER-NOEL
Director

Land Destination



77%

Land under Cane Cultivation

7%

Others (Roads, Rivers, Buildings and Yards)

12%

Other Agricultural Production

4%

Property Development

Area under Cane Cultivation (Ha)

Crop Years	Area under Cane Cultivation (Ha)
2007	5,339.19
2008	5,269.42
2009	5,244.41
2010	5,105.73
2011*	4,837.42

Manual and Mechanical Harvesting (Tons)

Crop Years	Manual and Mechanical Harvesting (Tons)
2007	364,442
2008	377,153
2009	383,475
2010	359,929
2011*	356,000

Sugar Price



Sugar accruing to Company (Tons)

Crop Years	Sugar accruing to Company (Tons)
2007	29,365
2008	29,255
2009	30,479
2010	29,658
2011*	28,510

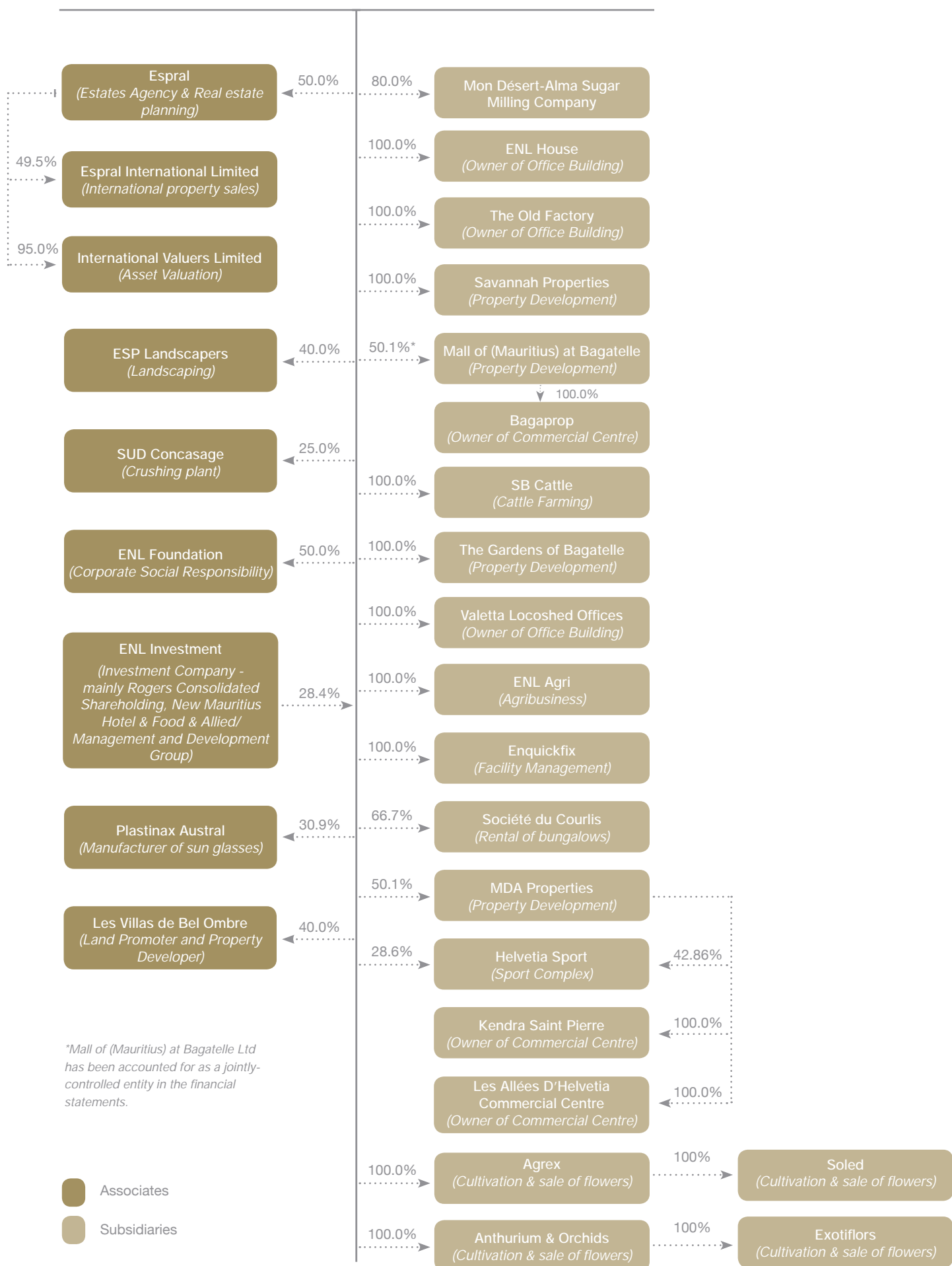
Labour Force (No. of Employees)

Crop Years	Labour Force (No. of Employees)
2007	1,647
2008	1,002
2009	855
2010	827
2011	807

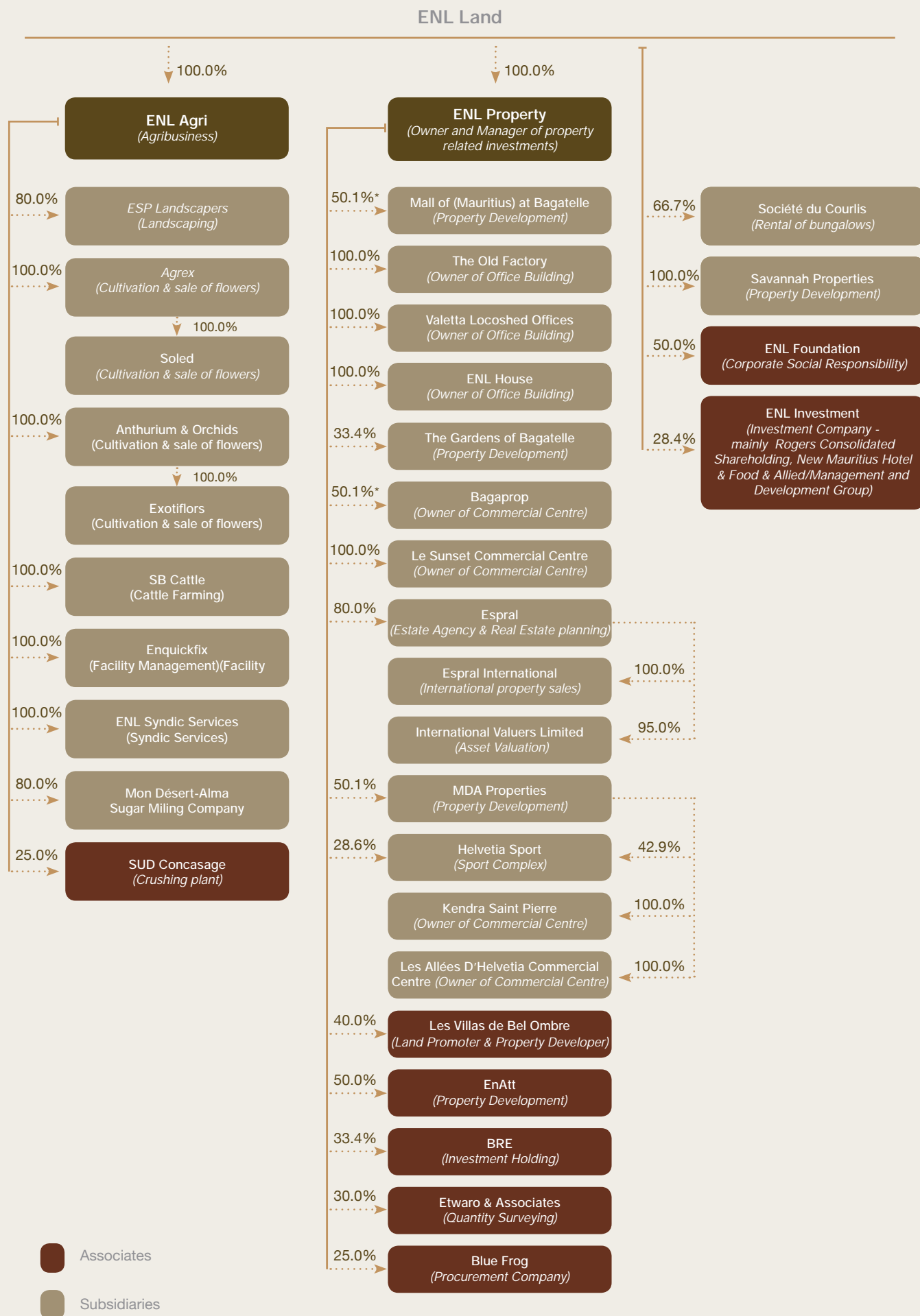
* estimates

Group Structure - as at June 30, 2011

ENL Land



Group Structure - Post June 30, 2011



FOCUS CONCENTRATION ORIE
OBJECTIVES CONSOLIDATION
LEAN STRUCTURE BEST PR
3-YEAR PLAN WORKSHOP HUM
INCREASE INCENTIVES REV
EMPLOYER OF CHOICE SEL
SENSE OF BELONGING TEAM W



VALUE BOOST PERFORMANC
INCREASE ENL PRESENCE PI
BUSINESS DEVELOPMENT PR
POLICIES FOR PAYOUTS INCF
OFF LAND ASSETS DIVIDEND I
ENSURE EFFICIENCY IS MAIN
INCREASE MARGINS IMPROV

ENTATION DEFINE ATTAINABLE
PIONEERING SPIRIT VALIANT
ACTICE PEOPLE DIRECTION
IAN CAPITAL ATTRACT TALENT
WARDS AND MERITOCRACY
LF-ACTUALISATION CULTURE
WORK INVESTMENT IN PEOPLE



E INCREASE MARKET SHARE
ENETRATE NEW MONITORING
ROFITS CASH FLOW DEVELOP
REASE DIVIDENDS PAID SELL
INCREASE CASH GENERATION
TAINED REDUCE COSTS AND
E OPERATIONAL PROCESSES

Directors' Report

2011 was a turning point for your company. This will represent the first full year's results since the Company was amalgamated with Mon Desert Alma Ltd and various developments were also achieved:

- Change of name to ENL Land Ltd to better convey the message of what we are;
- Issue of bonus shares in the ratio of 20:1;
- Successful rights issue of shares, providing financial resources to further develop our activities to the benefit of shareholders.

As mentioned above, the change of name was a well thought process which underpins the foundations of the Company and on which we intend to build and develop for the future. The ownership of such a vast expanse of land has enabled us to weather the various difficult times we have encountered in the past by leveraging this asset. We have endeavoured to sustain a viable agricultural activity whilst at the same time developing a small portion of the land in an orderly manner with the aim of generating recurring income out of these developed assets.

In this context the creation of two wholly owned subsidiaries, ENL Agri Limited and ENL Property Limited, dedicated totally to agricultural activities and property development followed naturally. All the activity related assets and investments held by ENL Land have been transferred to these companies together with additional shareholdings bought from other group companies. To kick-start these companies on a good footing they have been funded via an adequate equity base by ENL Land. The setting up of two dedicated subsidiaries is in line with the Group's strategy of focusing on the business at hand in order to deliver the best results and returns for the benefit of shareholders.

Notwithstanding this restructuring, the land ownership will remain under ENL Land. Land will be leased to ENL Agri to carry out its activities and will be released to ENL Property for projects which are mature for development. This will ensure that our most important asset is safe-guarded and all decisions taken with regards to this asset will result in an enhancement of the value of the Group.

Considering all the developments and re-organisation taking place, the statement of comprehensive income for the coming year is thus expected to be more reflective of the new ENL Land and will likely not bear any comparison with 2011 which itself was a transitional year.

The 2011 results were still heavily weighed upon by the agricultural activities, particularly sugar cane, and were thus impacted negatively by the low sugar price obtained for the 2010 crop. But as stated above, with the growing importance of the property segment and the development of other agri related activities such as landscaping, the uncertainties inherent to agricultural activities, both as regards climatic conditions and sugar prices will no longer have the distorting effect on results as they used to.

The Group holds 28.3% of ENL Investment Limited (ENL Inv) and considers this investment as strategic to its future. ENL Inv's strategy is to hold significant stakes in sizable companies. The stake allows us access to investments such as the Food and Allied group of companies, whose shares are not readily available on the market. In addition to providing ENL Land with a stable dividend income, the asset base is also boosted by equity accounting our holding and we believe that this investment strengthen our balance sheet.

"We ensure that our most important asset, land, is safeguarded and all decisions taken with regards to this asset will result in an enhancement of the value of the Group"



4%

DEDICATED TO PROPERTY DEVELOPMENT

**“ The future is exciting
and we play a key role
in the development of
ENL and that of our
country as responsible
actors ”**

Jean Raymond Hardy (CEO - ENL Agribusiness)



Directors' Report

(continued)

Agribusiness

Our belief in a sustainable and profitable agricultural activity has led to the creation of ENL Agri Limited. The activities of the entity will be the cultivation of sugar cane, which the Group considers as perennial, agricultural diversification and also other agricultural related activities such as landscaping and all the related businesses and services which gravitate around.

Our Core Activities

Sugar cane

Sugar cane cultivation will be done on a new footing, with additional land de-rocking and reshaping that will enable mechanised operations on more than 80% of land under sugar cane. Resources dedicated to this core activity will be right sized including further rationalisation of human resources.

These measures, coupled with an additional effort to maintain good agricultural practices, are expected to reduce the effects of an island wide declining trend in cane and sugar productivity that has been noted for the past few years.

This decline in yields attributable to a certain number of factors among which an accelerated increase in mechanised operations and longer harvest period with non-adapted sugar cane varieties, is expected to stabilise and hopefully redress, as an eight to ten year re-plantation cycle comes to achievement.

Agricultural diversification

Three other activities have been identified for further development and expansion by ENL Agri, namely animal farming, food-crops and plant nursery.

The production of broiler chicken is presently undertaken on two separate farms at Savannah, in partnership with Food & Allied Industries. A 15% increase in production has been achieved on completion of a 2 year program targeting the increase in the dimension of 6 sheds together with new production methods. Two further sheds have been earmarked for expansion and the construction of a third production site is under study.

Cattle, rearing in joint venture with South African partners, will take a new dimension with the gradual improvement of the breed into a highly productive one. The Company has already acquired knowhow in herd management and is now in the process of validating the progress in the management of feedlot to confirm the daily live weight gain of animals, an essential component of success in this venture.

Food-crops will follow trends and customer expectations, with the development of premium quality salads and other high value vegetables under controlled conditions with respect to the use of pesticide. The whole environment for the development of these products will be under close monitoring for a health free hazard label, certified by a reputable organisation. The selected products will be sold under the FIELD GOOD brand and will be available in a large number of shops and supermarkets before the end of the year.

The plant nursery is being given a new dimension, with the production of trees at Savannah and the production of shrubs, decorative plants and instant lawn in the Mon Desert region. A commercial outlet on each production site, inviting customers in a pleasant environment, will be opened by the 15 October 2011.

Landscaping

Closely linked to the development of the nurseries, landscaping is viewed as a growth industry and in this context we have purchased a majority stake in ESP Landscapers, the company providing such services. ESP Landscapers provides a one-stop shop for the design, implementation and maintenance of garden creation for substantial projects such as IRS and hotels as well as medium and small landscaping projects for individuals. The company is presently the market leader in this industry. It will strive to maintain this status whilst at the same time pursuing its growth strategy through the recruitment of high calibre staff to consolidate its operational team and increase its level of service.



MECHANICAL HARVEST REPRESENTS

42%

OF TOTAL HARVESTS IN 2011, 32 % IN 2007

Directors' Report

(continued)

"We are convinced of a sustainable and profitable agricultural activity"

Operational Review

Sugar

Some 359,930 tonnes of cane were harvested for the 2010 crop compared with the previous year's 383,477 tonnes and an average of 383,171 tonnes over the past 6 years. This is attributed to a lower area harvested of 4,724 Ha compared with 4,856 Ha in 2009 and an average 4,855 Ha over the past 6 years. Furthermore, the dry spell that prevailed during the months of May to October impacted negatively on the growth of late maturing varieties. As a result, sugar accruing to the group amounted to 29,016 tonnes as compared with 30,347 in 2009 and the previous 6 years' average of 30,589 tonnes.

Non-sugar agricultural activities

Savannah's non-sugar agricultural activities contributed positively to the group's profits. Total revenue arising from this segment amounted to Rs 75.3m for the year under review. The details are as follows:

- * Rs 42.5m from the sale of 2,3 tonnes of chicken;
- * Rs 10.1m from the sale of 541 tonnes of potatoes; and
- * Rs 22.7m from the sale of vegetables, fruits, flowers, deer, cattle and pigs.

Prospects 2011

The drought which prevailed during the months of November to January has adversely impacted cane yields and will thus result in an inferior crop. With a predictable increase in the price of commodities in the world, the price of sugar is expected to be better in the future. Coupled with the local efforts being made such as a decrease in the cess, the reduction of the budgets of private institutions financed by the industry and the increase in the volume of refined sugar attracting better premiums, sugar cane operations are expected to renew with profitability.

As mentioned above, with the development of new lines of businesses and the expansion of existing ones, the weight and importance of sugar in the turnover and results of ENL Agri will decrease and we expect that results in future will become more predictable.



+ 15%

IN PRODUCTION OF BROILER CHICKEN

“ We believe that passion comes first, success results from this passion ”

Gilbert Espitalier-Noël (CEO - ENL Property)



Directors' Report

(continued)

Property Development

The creation of ENL Property Limited follows from the view of rationalising the various property initiatives under one entity and also to reflect the importance of real estate as one of the business pillars of the Group. The transfer of the property related assets will result in a company having some Rs6 bn of assets under management. The activities of this entity will be to develop and manage these assets to generate rental income.

In this context the Group changed its accounting policy in respect of IAS 40 'Investment Properties' from the cost model to the fair value model during the year to better reflect the underlying value of these properties. All the lands benefiting from conversion rights earmarked for development and for which no plans have been finalised have been classified as investment properties as well as commercial centres and offices which will be generating long term rental income.

Considering the various property developments under way and being considered, the need to provide services for property and asset management became a must. With the help and expertise of our partner Atterbury, a company dedicated to providing this type of specialised service has been set-up and will prove useful for the efficient management of the Group's commercial buildings.

Review of Main Property Developments

MDA Properties Ltd

The successful delivery of phase 1 of the Les Allées d'Helvétia mixed-use development in December 2010 was the most notable event of the year for MDA Properties. Development costs amounted to Rs 750m and all the 72 residences of phase 1 were delivered to their buyers. The adjacent sports centre recorded membership levels significantly higher than forecasted, and the commercial centre, after a relatively slow start, is gradually picking up momentum. The sale of the 54 phase two residential units was launched in September 2011 and the construction of these units is expected to start in January 2012, with completion expected for December 2012.

Works on Kendra Commercial Centre opposite the bus terminal at Saint Pierre have started and this 6,000 square meter centre is set to open in October 2012. This centre, with Winners supermarket as its anchor tenant, will house some 40 shops and is expected to cost around Rs 275m.

Vivéa Business Park

Infrastructure works on the site of the old MDA sugar factory at Saint Pierre, which will be developed into a business park, are being undertaken. Work has started on the implementation of the master plan of the business park which has been branded Vivéa.

One of the first developments will be ENL House, a 4,200 square metre building. Construction works have already started and the building, which will house ENL Corporate, ENL Agribusiness and ENL Property, is expected to be completed in October 2012.

Bagatelle

Bagatelle-Mall opened as planned on September 29, 2011. It is worth mentioning that more than 95% of the 150 shops and restaurants have already been leased and that through judicious management of construction and associated costs, the total development cost was in line with the original budget in spite of the fact that the total rentable area of 42,000 square meters is some 10% higher than originally planned. This should translate into improved rental yields. Bagatelle-Mall of Mauritius, with no less than 20 international brands which will become available for the first time in Mauritius, will undoubtedly bring a new shopping and entertainment experience to the Mauritian population.

The construction of the 102 room three-star business hotel is well advanced and the latter will open on the March 01, 2012. Works on the Motor City, the first 4,000 square meter office building and the residential development will begin before the end of 2011.



8.5%

OF NET RENTAL YIELD

TARGETED ON COMMERCIAL AND OFFICE

Sainsbury's
— MALL OF ARTISTS

Directors' Report

(continued)

"We see the team we have built as being one of our two biggest assets, the other one being our unique land bank"

Villas Valriche

Works on the Villas Valriche IRS development in Bel Ombre, of which ENL Land acquired 40% during the year under review, progressed satisfactorily. A total of 125 villas have reached various stages of completion, out of which 114 have been sold to date and 71 delivered by the contractor. Although sales of IRS units are still far below their pre-crisis levels, the Villas Valriche project is in a very healthy financial position and the Board remains optimistic about the future of this development, which has helped to transform Domaine de Bel Ombre into an exceptional lifestyle destination in a naturally beautiful environment. A number of new products and marketing initiatives have been launched with selected new properties in Phase 2 also being made available to the market. The rental pool, branded "Heritage The Villas", has also been launched and the "C Beach Club" opened, which has resulted in a considerable increase in leisure activities in the Domaine.

Les Vergers de Gros Bois

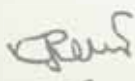
The second phase of the innovative residential development at Gros Bois met with great success and all the 67 plots have been sold. This provides comfort to our strategy of developing ecologically sound and aesthetically pleasing residential developments, with emphasis on green spaces and strict building guidelines. Phase 3 of Gros Bois is being launched with an additional 18 plots being offered for sale.

Several of the developments mentioned above are expected to generate substantial cash flows in the medium to long term. In the meantime the Company will continue to sell small parcels of non-strategic land, mostly in the vicinity of villages such as Verdun and Quartier Militaire to satisfy its financial commitments.


With regards to the numerous projects in the property segment being envisaged or going mainstream in Mauritius, we have taken a cautious approach in the development of our own property projects. A thorough analysis together with an extensive market research is undertaken and a project will only be considered based on an appropriate return. All necessary precautions are taken to ensure we are not exposed unduly to the vagaries of the property market. Also with the team of professionals we now have at ENL Property, we are considering looking outside Mauritius to continue our development.

Acknowledgements

Guy Rivalland is retiring from his office as Chairman of the Board of Directors of ENL Land Ltd on the forthcoming annual meeting of shareholders. Since his appointment, in 1989, as Director and Chairman of the Company, Guy has shown unflinching dedication to further the interests of ENL Group. His discrete wisdom backed by a solid reputation as one of the country's finest solicitors has earned him the respect and esteem of fellow directors who have always found in him a source of reliable guidance. The Board of Directors of ENL Land Ltd thanks Guy for his contribution and wishes him a fruitful and restful retirement.



Guy RIVALLAND
Chairman



Hector ESPITALIER-NOËL
Director

A scenic view of a golf course with a clubhouse in the background under a cloudy sky. The foreground is dominated by a lush green lawn, with a path leading towards the clubhouse. The clubhouse is a large, modern building with a prominent chimney. The sky is filled with soft, white clouds, and the overall atmosphere is bright and airy.

Rs 6 bn

OF ASSETS UNDER ENL PROPERTY

Corporate Governance Report

The Directors have pleasure in submitting the Company's report on corporate governance.

The Company is committed to the highest standard of business integrity, transparency and professionalism in all its activities to ensure that the activities within the Company and the Group are managed ethically and responsibly to enhance business value for all stakeholders. ENL Land Ltd is fully committed to the best principles of corporate governance. This report describes the main corporate governance framework and compliance of the Company with the disclosures required under the Code of Corporate Governance for Mauritius.

Effective December 31, 2009, ENL Land Ltd had amalgamated with Mon Desert-Alma Limited and ENL Land Ltd now remains as the amalgamated Company.

Subsequently, on November 25, 2010, the Company had undergone a change of name from 'The Savannah Sugar Estates Company Limited' to 'ENL Land Ltd'. The Company had also on, September 30, 2010 and December 27, 2010 made a bonus issue of 200,499,240 new Ordinary shares and a rights issue of 23,339,257 Non Voting Convertible Redeemable Preference shares respectively.

Holding Structure

ENL Land Ltd is part of the ENL group and the cascade holding structure through which control of the Company is exercised has remained unchanged since the previous financial year, save for some minor changes in the number of shares owned by various companies of the ENL Group.

ENL Land's ultimate holding company is L'Accord Limited, a limited-liability public company incorporated in Mauritius. The ultimate control of the Company remains with Société Carédas, a société civile.

The holding structure of ENL Land as at June 30, 2011 was as follows:

(The % disclosed relates to voting rights)



Corporate Governance Report

(continued)

Common Directors

For the year ended June 30, 2011, five of ENL Land's Directors were also directors of other companies within the Company's holding structure, namely:

Name of Director	L'Accord Limited	La Sablonnière Limited	ENL Limited
Eric Espitalier-Noël	•	•	•
Gilbert Espitalier-Noël			•
Hector Espitalier-Noël	•	•	•
Roger Espitalier-Noël	•	•	•
Jean Claude Giraud			
Jean Raymond Hardy			
Jean Claude Leclézio			
Alain Noël			
Guy Rivalland			•

Furthermore, the Directors of ENL Land's subsidiaries for the year ended June 30, 2011 were as follows:

Directors	Anthuriums & Orchids Limited	Agrex Limited	Bagaprop Limited	ENL Agri Limited	ENL House Limited	Enquickfix Limited	Exotiflors Limited	Helvetia Sport Ltd	Kendria Saint Pierre Limited	Les Allees D'Helvetia Commercial Centre Limited	Mall of (Mauritius) at Bagatelle Ltd *	MDA Properties Ltd	Mon Désert Alma Sugar Milling Company Limited	Savi Shop Ltd	Savannah Properties Limited	SB Cattle Ltd	Soled Limited	The Gardens of Bagatelle Ltd	The Old Factory Limited	The Savannah Sugar Milling Company Limited	Valetta Locoshed Offices Ltd
Didier Audibert								•													
Ziyad Bundhun												•									
Bertrand Daruty de Grandpré													•								
Chung Fan Chan Chung Kwan Fang													•								
Thierry Doger De Speville								•													
James Ehlers											•										
Mohammad Yousof Dhuny																				•	

Corporate Governance Report

(continued)

Directors	Anthuriums & Orchids Limited	Agrex Limited	Bagaprop Limited	ENL Agri Limited	ENL House Limited	Enquickfix Limited	Exotiflors Limited	Helvetia Sport Ltd	Kendra Saint Pierre Limited	Les Alleees D'Helvetia Commercial Centre Limited	Mall of (Mauritius) at Bagatelle Ltd *	MDA Properties Ltd	Mon Désert Alma Sugar Milling Company Limited	Savi Shop Ltd	Savannah Properties Limited	SB Cattle Ltd	Soled Limited	The Gardens of Bagatelle Ltd	The Old Factory Limited	The Savannah Sugar Milling Company Limited	Valetta Locoshed Offices Ltd
Eric Espitalier-Noël	•	•	•				•	•			•	•	•	•			•			•	
Edouard Espitalier-Noël													•								
Gilbert Espitalier-Noël					•				•	•	•	•	•		•	•		•	•	•	•
Hector Espitalier-Noël	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•
Roger Espitalier-Noël																				•	
Roux Gerber											•										
Jean Claude R Giraud																				•	
Jean Raymond Hardy				•		•	•													•	
Jean Yves Hardy							•														
Olivier Lagesse							•														
Vincent Lamusse												•									
Jean Claude Leclézio																				•	
Alain Noël																				•	
Dhanirajsingh Purseed																				•	
Ashveenee Kumar Ramnarain													•								
Louis Rivalland													•								
Guy Rivalland													•							•	
Louis Van Der Watt											•										

* Mall of (Mauritius) At Bagatelle Ltd has been accounted for as a jointly-controlled entity in the financial statements

Corporate Governance Report

(continued)

Substantial Shareholders

As at June 30, 2011, the shareholders holding more than 5% of the ordinary shares of the Company were as follows:

	Ordinary (%)
ENL Limited	60.31
ENL Investment Limited	5.81

Dividend Policy

ENL Land has no formal dividend policy. Payment of dividends is subject to the profitability of the Company, cash flow, working capital and capital-expenditure requirements.

The table below outlines the dividends paid by the Company over the last five financial years:

Financial years	Ordinary shares		Non Voting Convertible Redeemable Preference shares*	
	Dividend per Share (Rs)	Total Dividend Value (Rs)	Dividend per Share (Rs)	Total Dividend Value (Rs)
June 30, 2007	6.00	26,352,216	-	-
June 30, 2008	-	-	-	-
June 30, 2009	5.00	21,960,180	-	-
June 30, 2010	10.00	72,119,685	-	-
June 30, 2011	0.62	130,525,006	2.80	65,349,920

* The Non Voting Convertible Redeemable Preference shares have been issued by the Company on December 27, 2010

Board Profile

The names and profiles of ENL Land's Directors are as follows:

Eric Espitalier-Noël (52 years)

Non-Executive Director

Eric Espitalier-Noël is an executive director of ENL Limited and is currently the Chief Executive Officer of ENL Commercial Limited. He holds a Bachelor's degree in Social Science and an MBA and was first appointed as Director of ENL Land in 1987. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Directorships in other listed companies

- Automatic Systems Limited
- ENL Limited
- ENL Commercial Limited
- ENL Investment Limited
- Livestock Feed Limited
- Les Moulins de la Concorde Ltée

Corporate Governance Report

(continued)

- Rogers & Co Ltd
- Swan Insurance Co Ltd
- The Anglo-Mauritius Assurance Society Ltd
- Tropical Paradise Co Ltd (Alternate Director)

Gilbert Espitalier-Noël (47 years)

Executive Director, Member of the Audit and Risk Management Committee

Gilbert Espitalier-Noël is currently the Chief Executive Officer of ENL Property Limited. He holds a BSc (Hons) degree in Food Science and Engineering, a BSc in Biochemistry, Microbiology and Biotechnology, and an MBA from INSEAD. He was first appointed as Director of ENL Land in 1999, as a Non-Executive Director. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Directorships in other listed companies

- ENL Limited
- ENL Investment Limited
- ENL Commercial Limited
- Livestock Feed Limited
- Rogers & Co Ltd
- Tropical Paradise Co Ltd

Hector Espitalier-Noël (53 years)

Executive Director, Member of the Corporate Governance Committee

Hector Espitalier-Noël is the Chief Executive Officer of ENL group. He is a member of the Institute of Chartered Accountants in England and Wales and was first appointed as Director of ENL Land in 1984. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Directorships in other listed companies

- ENL Limited
- ENL Commercial Limited
- ENL Investment Limited
- New Mauritius Hotels Ltd
- Rogers & Co Ltd
- Tropical Paradise Co Ltd

Roger Espitalier-Noël (56 years)

Non-Executive Director, Member of the Audit and Risk Management Committee

Roger Espitalier-Noël holds a Certificate in Textile and Knitwear Technology from the City of Leicester Polytechnic. He was nominated General Manager of Floreal Knitwear Ltd in 1998 and retired in June 2010 after 36 years of service. He is now acting as Consultant for Ciel Textile Ltd. He was first appointed to ENL Land's Board of Directors in 2004, as an Independent Non-Executive Director. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Corporate Governance Report

(continued)

Directorships in other listed companies

- Deep River Investment Limited (Alternate Director)
- ENL Limited
- ENL Investment Limited

Jean Claude R. Giraud (63 years)
Independent Non-Executive Director

Jean Claude R. Giraud holds a Diploma in Structural Engineering and is an Executive Director of Cogir Limitée. He was first appointed to ENL Land's Board of Directors in November 2006. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Jean Raymond Hardy (54 years)
Executive Director

Jean Raymond Hardy holds an MBA and is the Chief Executive Officer of ENL Agri-business. He is also the Estate Manager of ENL Land. He was first appointed as Director of ENL Land in November 2006. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Jean- Claude Leclézio (77 years)
Independent Non-Executive Director, Member of the Corporate Governance Committee

Jean Claude Leclézio has had a rewarding career as a sworn broker, company secretary and stockbroker. He was first appointed as Director of ENL Land in 1984, as an Independent Non-Executive Director. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company.

Alain Noël, CBE, GOSK (72 years)
Independent Non-Executive Director, Chairman of the Corporate Governance & Audit and Risk Management Committees

Alain Noël holds a Diploma in Agriculture from the Mauritius College of Agriculture, a BSc in Agriculture from Reading University in the UK and a Diploma in Management. He has been actively involved in the sugar industry in Mauritius for the last 40 years and was the General Manager of the Deep River Beau Champ sugar group for 20 years until he retired in 2001. He was first appointed as an Independent Non-Executive Director of ENL Land in 2004. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company. The office of Alain Noël as Director of the Company shall become vacant pursuant to Section 138(4) of the Companies Act 2001.

Guy Rivalland (67 years)
Non-Executive Director, Chairman

Guy Rivalland is a senior attorney and has been practicing since 1966. He was first appointed as director of ENL Land in 1989. Upon the amalgamation of ENL Land, effective 31 December 2009, he was appointed Director of the amalgamated Company. Guy Rivalland is retiring from his office as Chairman of the Board of Directors and Director of the Company on the forthcoming annual meeting of shareholders.

Directorships in other listed companies

- ENL Limited
- ENL Commercial Limited
- ENL Investment Limited

Corporate Governance Report

(continued)

The Board of Directors has recommended the appointment of Messrs Louis Rivalland and Jean-Pierre Montocchio as directors of the Company.

The names and profiles of the new directors proposed to be appointed are provided hereunder:

Louis Rivalland (40 years)

Louis Rivalland holds a BSC (Hons) degree in Actuarial Science and Statistics, and is a fellow of the Institute of Actuaries (FIA) of the United Kingdom.

He is the Group Chief Executive of Swan Insurance Co. Ltd and the Anglo-Mauritius Assurance Society Ltd.

Directorships in other listed companies:

- Belle Mare Holding Ltd
- ENL Commercial Limited
- Ireland Blyth Limited
- New Mauritius Hotels Ltd
- Swan Insurance Co. Ltd
- The mauritius Development Investment Trust Company Limited.

Jean-Pierre Montocchio (48 years)

Jean-Pierre Montocchio was appointed notary public in Mauritius in 1990. He participated in the National Committee on Corporate Governance as a member of the Board of Directors' Sub-Committee.

Directorships in other listed companies

- Caudan Development Ltd
- Fincorp Investment Ltd
- New Mauritius Hotels Ltd
- Promotion and Development Ltd
- The Mauritius Commercial Bank Ltd
- Rogers & Company Ltd

Directors' Interests in the Shares of the Company

As at June 30, 2011, Directors' interests in ENL Land's shares were as follows:

	Ordinary Shares				Non Voting Convertible Redeemable Preference Shares			
	Direct		Indirect		Direct		Indirect	
	No. of shares	%	No. of shares	%	No. of shares	%	No. of shares	%
Eric Espitalier-Noël	479,995	0.228	11,860,934	5.634	59,982	0.257	1,351,343	5.79
Gilbert Espitalier-Noël	-	-	12,041,984	5.720	-	-	1,381,684	5.92
Hector Espitalier-Noël	336,839	0.160	11,959,880	5.681	80,054	0.343	1,377,016	5.90
Roger Espitalier-Noël	-	-	1,174,725	0.558	-	-	60,682	0.26
Jean Claude R Giraud	-	-	-	-	-	-	-	-
Jean Raymond Hardy	-	-	48,421	0.023	-	-	-	-
Jean Claude Leclézio	46,315	0.022	2,105	0.001	4,434	0.019	-	-
Alain Noël	-	-	98,946	0.047	-	-	-	-
Guy Rivalland	-	-	-	-	-	-	-	-

Corporate Governance Report

(continued)

Profile of the Senior Management Team

The two main clusters of ENL Land, namely ENL Agribusiness and ENL Property, are managed by dedicated, focused and committed teams. The senior management of ENL Agribusiness is employed by ENL Land directly under the leadership of Jean Raymond Hardy, CEO.

The management of ENL Property has been vested in ENL Property Limited (previously known as ENL Property Services Limited), a fully owned subsidiary of ENL Land. ENL Property Limited boasts a number of highly qualified professionals in the fields of engineering, finance, marketing, sales, and project management, under the leadership of Gilbert Espitalier-Noël, CEO.

Moreover ENL Land relies on ENL Limited for a wide range of corporate services such as strategic management, secretarial, PR and communication, IT services, internal audit etc.

At June 30, 2011, ENL Land's senior management team was as follows:

Hector Espitalier-Noël

See under Board profile

Gilbert Espitalier-Noël

See under Board profile

Jean Raymond Hardy

See under Board profile

Didier Audibert

General Manager - MDA Properties

Maitrise Sciences Economiques et Gestion, Université de Montpellier

Joined in 2008

Previous experience as Deputy Managing Director of Mautourco

Gaston Clarenc

Development Manager – ENL Agribusiness

DUT GEA (Gestion), Montpellier & DUL Sup de LOG (Ecole de Logistique) Montpellier

Joined in July 2010

Previous experience as Manager of MyWeb Ltd

Gilbert D'Argent

Administrative Manager (Services), ENL Agribusiness

Diploma in Business Management, University of Surrey

Joined the Savannah sugar estate in 1978

Previous experience as field manager at Savannah sugar estate

Dominic Dupont

General Manager – La Balise Marina

ESLSCA – Ecole de Commerce Paris

Joined in November 2009

Previous experience as Chief Executive Officer of Iframac Ltd

Vincent Du Mée Duval

Administrative Manager (Finance), ENL Agribusiness

BCom, University of South Africa

Joined in 1995

Previous experience as plant administration manager at Epic Oil Mills, South Africa

Corporate Governance Report

(continued)

Profile of the Senior Management Team (continued)

Nicolas Eynaud

General Manager - Espral

National Diploma – Land Surveying, Cape Town

Joined Espral in 2001

Previous experience with SDSS (Land Surveyors)

Roux Gerber

General Manager - Bagatelle

B Eng (Civil)

Joined in March 2009

Previous experience as CEO of Syfin Property Developers

Bruno Piat

Assistant to CEO, ENL Agribusiness (up to September 30, 2011)

BSc in Agriculture – University of South Africa & MBA from University of Australia

Joined Savannah sugar estate in 1992

Previous experience as research & development agronomist at Savannah sugar estate

Stellio Prefumo

Agricultural Manager

BSc (Hons) in Crop Science and Production from University of Mauritius

Joined in 1989

Previous experience at MSIRI

Thierry Rey

Business Development Director – ENL Property

Diploma in Land Surveying, Cape Town

Joined ENL group in 1999

Previous experience as Managing Director of Espral

Richard Stedman

Development Manager, ENL Property; General Manager, ENL Retail

Diploma in Hotel Management, Ecole Hoteliere Lausanne

Joined ENL Group in 2008

Previous experience as General Manager of Le Telfair Golf & Spa Resort

Paul Tsang

Chief Financial Officer – ENL Corporate Services

Joined ENL in December 1994

Previous experience at DCDM

Frederic Tyack

Finance and Development Director – ENL Property

Chartered Accountant from the “Institute of Chartered Accountants in England & Wales”

Joined ENL group in 2004

Previous experience with Rogers and ENL Commercial

Corporate Governance Report

(continued)

Related Party Transactions

Note 41 of the financial statements for the year ended June 30, 2011 set out on page 114 of the Annual Report 2011 details all the related party transactions between ENL Land or any of its subsidiaries or associates and a director, chief executive, controlling shareholder or companies owned or controlled by a director, chief executive or controlling shareholder. In addition, shareholders are apprised of related party transactions through the issue of circulars and press releases by the Company in compliance with the Listing Rules of the Stock Exchange of Mauritius Limited.

Share Dealings by Directors

ENL Land's Board of Directors abides to the principles of the Model Code for Securities Transactions by Directors of Listed Companies as detailed in Appendix 6 of the Listing Rules issued by the Stock Exchange of Mauritius Limited. In this regard, Directors are kept apprised of closed periods and of their responsibilities in respect of the above Code.

During the financial year under review, none of the Directors, except for Mr Hector Espitalier-Noël who sold 321,300 Ordinary shares of the Company, have traded in the Ordinary and Non Voting Convertible Redeemable Preference Shares of ENL Land.

Material Clauses of the Company's Constitution

In 2007, the shareholders adopted a new Constitution, in compliance with the provisions of The Companies Act 2001 and the Listing Rules of the Stock Exchange of Mauritius.

The salient features of ENL Land's constitution are as follows:

- Fully paid up shares are freely transferable;
- The Company may acquire and hold its own shares;
- A special meeting of shareholders may be called by the Board and shall be so called on the written request of Shareholders holding shares carrying together not less than five percent (5%) of the voting rights entitled to be exercised on the issue;
- Proceedings of shareholder's meeting are governed by the fifth schedule of The Companies Act 2001;
- A director is not required to hold shares in the Company;
- A quorum for a meeting of the Board is four directors.

Shareholders' Agreement affecting the Governance of the Company by the Board

The Directors confirm that, to the best of their knowledge, they are not aware of the existence of any such agreement for the year under review.

Contract of Significance between ENL Land and its Substantial Shareholder

ENL Land has a management contract with ENL Limited (ENL) for the provision of management and secretarial services.

The main terms and conditions of the management contract are summarised hereunder:

- The contract is for 5 years and is renewable automatically thereafter for successive terms of 5 years unless either party gives to the other at least 6 months' written notice of termination of the agreement, at any time before the expiry of any of the 5-year terms.
- The management fee is levied on turnover, net profit and property-development projects, as follows:-
 - 2.5% of consolidated turnover;
 - 5.5% of consolidated net profit, excluding share of results of associates and profits of subsidiaries that are managed through another direct agreement with ENL;
 - 2.5% of property-development costs, excluding the cost of land.

Corporate Governance Report

(continued)

Contract of Significance between ENL Land and its Substantial Shareholder (continued)

ENL will drive all of ENL Land's business initiatives and report thereon to the Board, which remains the Company's supreme governing body.

Board of Directors

As the Company's supreme governing body, the Board of Directors has full power over the affairs of the Company.

In accordance with the terms of the management contract, ENL Land's Board has delegated certain of its attributions to ENL, mainly with regard to day-to-day operational matters, but all major decisions have to be submitted to it by ENL for approval. The Board remains accountable for such delegation of powers.

ENL Land is governed by a Board of Directors consisting of nine directors. As per the Company's constitution, the Board shall consist of not less than five nor more than nine Directors. At each Annual Meeting of the Company, one Director, who has been longest in office since his appointment or last re-appointment, retires by rotation and is eligible for re-appointment.

Board Charter

The Board is of the view that the responsibilities of the Directors should not be confined in a board charter and has consequently resolved not to adopt a charter.

Remuneration of Directors

ENL Land's constitution confers upon the Board the power to fix directors' emoluments. The table hereunder lays out the present fee structure, as decided by the Board, for the chairpersons and members of the Board and of its Committees.

Each Director's yearly entitlement consists of two halves: one fixed (paid irrespective of attendance) and the other linked to attendance.

Category of Member	Yearly Fixed Fee	Yearly Attendance Fee
Company Chairman	90,000	90,000
Board member	45,000	45,000
Committee Chairman	60,000	60,000
Committee member	30,000	30,000

The underlying philosophy is to set remuneration at appropriate level to attract, retain and motivate high calibre personnel and reward in alignment with their individual as well as joint contribution towards the achievement of the Company's objective and performance, whilst taking into account the current market conditions and Company's financial position. The Directors are remunerated for their knowledge, experience and insight given to the Board and Committees. There is currently no remuneration policy in place for Executive Directors approaching retirement. Such policy is determined on a case by case basis.

For the year under review, the actual remuneration and benefits perceived by the Directors are disclosed on page 47 of the Annual Report. The said remuneration has been disclosed globally due to the commercial sensitivity of such information.

Corporate Governance Report

(continued)

Board Attendance

In the year under review, the Board had eight sittings and attendance by the Directors was as follows:

	20/08/10	16/09/10	15/10/10	11/11/10	24/11/10	11/02/11	12/05/11	23/06/11
Eric Espitalier-Noël	•		•	•	•	•	•	•
Gilbert Espitalier-Noël	•	•	•	•	•	•	•	•
Hector Espitalier-Noël	•	•	•	•	•	•	•	•
Roger Espitalier-Noël	•	•	•	•	•	•	•	•
Jean Claude R. Giraud	•	•	•	•		•		
Jean Raymond Hardy	•	•	•	•	•	•	•	•
Jean Claude Leclézio	•	•	•	•	•	•	•	
Alain Noël	•	•	•	•	•	•		•
Guy Rivalland	•		•	•	•	•	•	•

Corporate Governance Committee

The Corporate Governance Committee consists of three members and met three times during the year under review. The Committee is chaired by an independent director, in compliance with the code of corporate governance of Mauritius.

Attendance of members at the Committee's meetings was as follows:

	13/09/10	15/03/11	10/06/11
Hector Espitalier-Noël	•	•	•
Jean Claude Leclézio	•	•	•
Alain Noël (Chairman)	•	•	•

The main attributions of the committee are as follows:

Duties

- Ensure that corporate governance reporting requirements are met.
- Ensure that ENL Land complies with all regulations pertaining to corporate governance.
- Ascertain whether potential new directors are fit and proper and are not disqualified from being directors.
- Ensure that a new director is fully cognisant of what is expected from a director.
- Ensure that the right balance of skills, expertise and independence is maintained.
- Pay particular attention to potential conflicts of interest and other ethical problems that could arise in nominating a director.
- Review the independence of the independent members of the board.
- Determine, develop and agree on the Company's general policy on executive and senior management remuneration.

Corporate Governance Report

(continued)

Corporate Governance Committee (continued)

Reporting Responsibilities

- Report formally to the board on its proceedings after each meeting on all matters within its duties and responsibilities.
- Make recommendations to the board on any area within its remit where action or improvement is needed.

Audit and Risk Management Committee

Established in the 2004-05 financial year, the Audit and Risk Management Committee is a cornerstone of ENL Land's system of internal controls and risk management.

The Board of Directors has delegated its powers on internal control and risk management to the Audit and Risk Management Committee which reviews the risk philosophy, strategy and policies of the Group. The Board strongly believes that internal control and risk management are of paramount importance for ENL Land to be able to conduct its activities in a suitable and stable environment conducive to growth.

The Committee consists of three members and met four times in the year under review.

As per the terms of the Code of Corporate Governance, the Audit and Risk Management Committee should be composed entirely of Non-Executive Directors. The Audit and Risk Management Committee of the Company is therefore chaired by an independent Director in compliance with the Code of Corporate Governance of Mauritius. However, the current composition of the Committee also includes the presence of an Executive Director, namely Mr Gilbert Espitalier-Noël. The Board of Directors has resolved to maintain the appointment of an Executive Director on the Audit and Risk Management Committee of the Company in view of such director's knowledge and experience of the Company's operational activities.

Attendance of members at the Committee's meetings was as follows:

	13/09/10	10/11/10	10/02/11	11/05/11
Gilbert Espitalier-Noël	•	•	•	•
Roger Espitalier-Noël	•	•	•	•
Alain Noël (Chairman)	•	•	•	

The Board of Directors of the Company had, on May 12, 2011, approved new Terms of Reference for the Audit and Risk Management Committee of the Company.

The main duties of the Audit and Risk Management Committee are as follows:

1 Auditors and External Audit

- Consider and make recommendations to the Board for the appointment, re-appointment and removal of the company's external auditor;
- Evaluate the independence and effectiveness of the external auditor;
- Discuss and review, with the external auditor the engagement letter, audit plan, terms, nature and scope of the audit function, procedure and engagement and audit fee;
- Determine the remuneration of the external auditor, whether fees for audit or non-audit services, and the auditor's terms of engagement;
- Obtain assurance from the external auditor that adequate accounting records are being maintained;
- Seek to ensure co-ordination with the activities of internal audit;
- Meet privately with the external auditors at least once a year without the presence of senior management.

Corporate Governance Report

(continued)

2 Financial Reporting

- Review significant accounting and reporting issues and understand their impact on the financial statements;
- Review the annual financial statements, prior to submission and approval by the Board and assess whether the financial statements reflect appropriate accounting principles;
- Ensure that International Accounting Standards have been consistently applied;
- Meet with management and the external auditors to review the financial statements and the results of the audit.

3 Internal Control and Internal Audit

- Review the internal audit function's compliance with its mandate as approved by the Audit and Risk Management Committee;
- Review the effectiveness of the Company's systems of internal control, including internal financial control and business risk management and maintaining effective internal control systems;
- Review and approve the internal audit charter, internal audit plans and internal audit's conclusions with regard to internal control and risk management;
- Review the adequacy of corrective action taken in response to significant internal audit findings;
- Review significant matters reported by the internal audit function;
- Assess the adequacy of performance of the internal audit function, and ensure it has adequate resources and appropriate access to information to enable it to perform its function effectively and in accordance with the relevant professional standards;
- Review significant differences of opinion between management and the internal audit function;
- Evaluate the independence and effectiveness of the internal auditors;
- Control the overall operational and financial reporting environment;
- Meet the head of internal audit at least once a year, without management being present, to discuss their remit and any issues arising from the internal audits carried out.

4 Compliance, Whistleblowing and Fraud

- Review the Company's procedures for detecting fraud;
- Review the Company's systems and controls for the prevention of bribery and receive reports on non-compliance.

5 Ethics

- Review statements on ethical standards or requirements for the Company and assisting in developing such standards and requirements;
- Give recommendations on any potential conflict of interest or questionable situations of a material nature.

Corporate Governance Report

(continued)

Corporate Governance Committee (continued)

6 Health, Safety and Environment

- Review the development and implementation of health, safety and environmental practices to comply with existing legislative and regulatory frameworks.

7 Risk Management

- Review and assess the integrity of the risk control systems and ensure that the risk policies and strategies are effectively managed;
- Outline the scope of risk management work;
- Review executive management reports detailing the adequacy and overall effectiveness of the Company's risk management function and its implementation by management;
- Review risk identification and measurement methodologies.

8 Reporting and Accountability

- To account to the Board for its activities and make recommendations concerning the adoption of the annual and interim financial statements and any area within its remit where action or improvement is needed.

During its meetings in the financial year ended June 30, 2011, the Audit and Risk Management Committee's work amongst others, mainly related to the following issues:

- (a) Review and recommend to the Board the approval of audited financial statements for the year ended June 30, 2010;
- (b) Review and recommend to the Board the approval of the unaudited quarterly consolidated results of the Company for publication purposes;
- (c) Review and approval of the Internal Audit Plan for year ended June 30, 2012;
- (d) Examination of reports and corrective action plans relating to subsidiaries, in accordance with the internal audit plan;
- (e) Review of the effectiveness of the internal control and risk management systems.

Internal Audit

ENL Limited (ENL) provides internal audit services to the Company and to its subsidiaries in accordance with the terms of the management contract that binds these entities. ENL's internal audit department is adequately staffed with qualified auditors and also conducts regular audits at the company's subsidiaries. ENL's chief internal auditor reports to the Company's Audit and Risk Management Committee on all internal audit issues of the Company and of the Group. The internal audit department uses a risk-based methodology for auditing whereby compliance on policies and procedures is reviewed in areas of significant inherent risk. It also has unrestricted access to review all activities and transactions undertaken within the Group and to appraise and report thereon if necessary.

The internal audit department provides independent assurance to the Audit and Risk Management Committee as to the adequacy and effectiveness of internal control and risk management processes. It operates in line with the Internal Audit Charter and has the objective of:

- (i) providing high quality and concise information in its reports;
- (ii) providing value added to the Group throughout all the assignment carried out; and
- (iii) using the latest audit techniques and business risk methodologies to perform its work effectively.

Corporate Governance Report

(continued)

Internal audit activities are carried out in line with an approved audit plan. A follow-up mechanism facilitates the monitoring of progress and the audit management system is continuously updated to international standards.

The internal audit department works closely with the external auditors to further ensure the highest level of service to the Group.

Furthermore, the Audit and Risk Management Committee meets specifically to review and approve the internal audit plan prior to the start of each financial year.

ENL's chief internal auditor is invited to all meetings of the Audit and Risk Management Committee and is entitled to convene a special meeting of the committee in order to deal with any matter which he considers to be urgent.

During the year ended June 30, 2011, the main tasks carried out by the internal audit department for the ENL Land's Group are as follows:

- Conducting of Internal Audit reviews as per the Internal Audit Plan;
- Finalising of action plans and corrective action plans with management;
- Reporting on audit issues and progress reports of subsidiaries to the Audit and Risk Management Committee;
- Collaborating with External Auditors and sharing of audit issues;
- Attending to special reviews and assignments made at the request of management and the Audit and Risk Management Committee, as and when required;
- Preparation of the Internal Audit Plan for year ended June 30, 2012 for approval by the Audit and Risk Management Committee; and
- Facilitate the implementation of a Risk Management Register.

Internal Control

The Board is responsible for the system of internal control and risk management for the Company and its subsidiaries. The Board is committed to continuously maintain adequate internal control procedures with a view to safeguard the assets of the Group. Areas with high residual risks are continuously assessed and reviewed with assistance of the Internal Audit department.

Risk Management

Risk Management refers to the systematic and ongoing process used to identify, assess the significance, prioritise and manage the risks to mitigate the exposure to the business risks.

The Audit and Risk Management Committee monitors the risk-management process with the support of the ENL internal audit department. However, the Board of Directors has overall responsibility for the Company's systems of risk management. Furthermore, it ensures that this process is carried out by the Group in order to attain its strategic objectives.

Management is accountable to the Board to establish processes and procedures for a logical and systematic method of identifying, analysing, treating and monitoring the significant risks involved in the activities of the Group. To this end, an in-house risk management framework based on proven and leading practices is relied upon by Management for identification of the risks inherent to the Company and capture them in a Risk Management Register. The Risk Management Register is aligned with the strategic objectives, enterprise culture and policies and procedures in place in the business.

Corporate Governance Report

(continued)

Corporate Governance Committee (continued)

Risk Management (continued)

Given the dynamic nature of risks, Management is also responsible to continuously review and update the Risk Management Register to reflect the ongoing risk facing the business in order to ensure a robust system of risk management. Emerging risks recognition and the corresponding likelihood of occurrence as well as their potential impact are identified and assessed timely as a sequel of which adequate mitigating measures are implemented. Management also reports the most significant risks to the Board to assist the Board in the setting of the appropriate risk mitigating strategy.

The Risk Management Register compiles, amongst others, the following information:

- Identification of inherent financial and non-financial risks of the various business activities;
- Evaluation of the risks in terms of the likelihood of occurrence and potential impact;
- The actions established in order to mitigate those inherent risks;
- Evaluation of the residual risks remaining after taking into consideration the mitigating actions;
- Associated risk owners who are members of the Senior Management within the Company who have a hands-on approach to assess and manage the risks as a first line of defence.

The key risks are reported to the Board through the Audit and Risk Management Committee. The Board believes that the internal control and risk management of the Company provide reasonable assurance that control and risk issues are identified, reported on and dealt with appropriately.

The categories in which risks have been analysed for the Group are Financial, Operational, Customer, People and System. The significant risks identified under these categories are as follows:

Financial

Financial Risks are analysed in Note 3 to the Financial Statements, on pages 75 to 77 and includes a discussion of the following types of risk:

- (i) Interest Rate Risk
- (ii) Currency Risk
- (iii) Market Risk
- (iv) Liquidity Risk
- (v) Price Risk
- (vi) Credit Risk

Operational

Operational risk encompasses a wide range of areas of business that may result in operations being inefficient and ineffective in satisfying customers and achieving the Group's quality, cost and time objectives. The Group takes adequate measures by continuously appraising and reviewing its operational and financial policies to ensure effectiveness of a sound internal control environment and thereby minimising its exposure to operational risks.

A close review is also done by ENL's Internal Audit Department to ensure that the mitigating actions are adequate and strictly adhered to for matters with high inherent risk. Any deviation is promptly reported to Management for prompt remedial actions and subsequently to the Board through the Audit and Risk Management Committee.

Corporate Governance Report

(continued)

The main Operational risks and the corresponding mitigating actions are :

(i) Compliance risks

Compliance risks arise if the Group's processes do not comply with prescribed procedures and policies or with laws and regulations at country level due to a flaw in design or human error. To this end, respective Heads of departments monitor compliance with laws and regulations affecting the activities they manage.

(ii) Environment risks

The Group faces environment risks which are outside management's ability to control. These external forces affect the Group's performance and render its strategies, customer and supplier relationships ineffective.

There are various non-biotic factors / natural calamities, namely drought, cyclones and floods, which may have an adverse impact on the Group's agricultural activities. These are mitigated by insurance policies inherent to the sugar industry. Management believes that the risks associated with climate change are serious. In this respect it seeks to continuously improve its water management and irrigation programme.

The Group's growing, breeding and rearing activities are subject to risks of pest attacks and diseases. In order to avoid these occurrences, the Group employs professionals to advise on the proper treatment of crop diseases. Besides it adheres to strict sanitary standards to prevent and detect early appearance of diseases.

(iii) Regulatory risks

Changes in regulations and legislations by the Government and other authorities can result in increased competitive pressures and significantly affect the Group's ability to effectively conduct business. The Group diversifies its operations and closely follows up on the impact that changes in regulations may have on its activities.

Customer

The success of the Group is based on its ability to adapt rapidly to evolving customer needs and the provision of value-added customer services. At the operational level, each entity of the Group maintains a close relationship with its respective clients/business counterparts to ensure that standards of quality are adhered to. At Group level, the CEO regularly and closely reviews the strategy of each entity and corrective actions (if any) are taken promptly.

For its investment properties, the underlying risk is for the Group to reach the targeted number of rental agreements in order to be viable.

Furthermore, as changes in the economic outlook may have adverse impact on the operating profits or value of the Group's assets, each entity has implemented appropriate marketing, sales and customer care strategies to enable sustainable growth of the customer portfolio while delivering the desired level of quality of service provided to the business's valued customers.

In accordance with the core values of the business, the Group aims at promoting long-term and lasting relationships with its clients who are supported by Management's vision and focus on achieving customer satisfaction.

Corporate Governance Report

(continued)

People and System

The Group is highly dependent on its people and management information systems for smooth running of its operations as well as for reporting and decision-making purposes.

ENL Land and its subsidiaries benefit from support in respect of Human Resource (HR) and Information Technology (IT) from ENL Limited. This also ensures that a coherent and consistent policy/ strategy with regard to HR and IT systems is maintained across the Group.

People and system risks and their corresponding mitigating actions are:

- HR risks which relate to losses arising from acts inconsistent with employment practices. With the assistance of the HR function, the Group adheres to fair policies and practices on recruitment, employee treatment, dismissal and disciplinary procedures amongst others.
- Health and safety risks may arise in the event of non-compliance to health and safety laws that may entail in personal injury claims. The Group also endeavours to comply with the industry's health and safety norms and regulations to provide a safe working environment for its employees, which is conducive to higher employee welfare and productivity.
- Information processing and technology risks: The loss of critical electronic data due to IT system failure and/or failure of back-ups is an inherent risk for most businesses. The Management Information System is also a key tool for management to have ready information for monitoring of the activities of the Group and taking prompt decisions. Given the importance placed by Management on this aspect, the business has invested in physical and human capital to reinforce controls pertaining to the IT environment namely as regards to the IT infrastructure, firewalls and systems back-ups.
- Internal Audit assignments also cover areas of significant residual HR and IT risks and where necessary, action plans are prepared and corrective actions taken by management.

Residual risks on HR and IT issues are regularly monitored by the management of each entity and closely reviewed by senior management at Group level.

Share Option Plans

ENL Land Ltd has no share option plans.

Shareholders' Relations and Communication

The Company communicates to its shareholders through Annual Report, circulars issued in compliance with the Listing Rules of the Stock of Exchange of Mauritius Limited, press announcements, publication of unaudited quarterly and audited abridged financial statements of the Company, dividend declaration and the Annual Meeting of shareholders. Also Board Members attend the Annual Meeting, to which all shareholders are invited.

Corporate Governance Report

(continued)

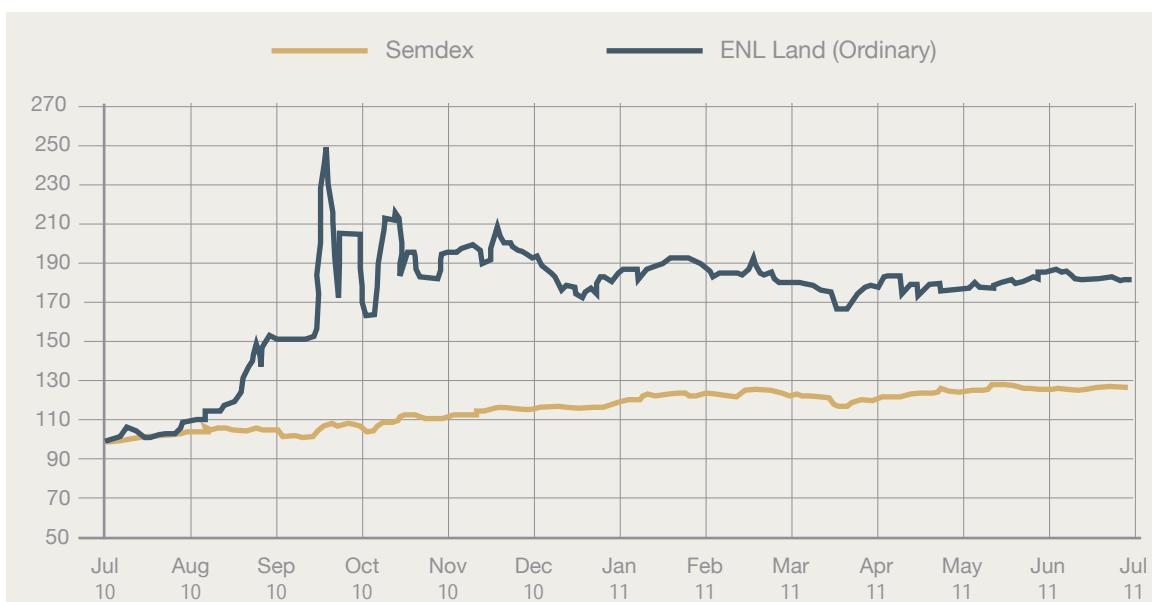
Shareholders' Calendar

End of financial year	June 30	
Publication Quarterly financial statements/ abridged audited financial statements	February/ May/ September/ November	
Annual Report issued	November	
Forthcoming Annual Meeting of Shareholders	December	
Declaration of dividend	Ordinary shares	November/ June
	Non Voting Convertible Redeemable Preference shares	June
Payment of dividend	Ordinary shares	December/ July
	Non Voting Convertible Redeemable Preference shares	November

Stock Market Information

ENL Land's Ordinary and Non Voting Convertible Redeemable Preference shares are listed on the Official List of the Stock Exchange of Mauritius Limited; accordingly, the Company is governed by the Listing Rules of the Stock Exchange. Hereunder is the graphical representation of the price movement of the Company's Ordinary and Non Voting Convertible Redeemable Preference shares from July 1, 2010 to July 1, 2011 and January 14, 2011 to July 1, 2011 respectively.

ENL Land Ltd – Share Price Movement



Corporate Governance Report

(continued)

ENL Land Ltd – Share Price Movement (continued)



Code of Ethics

The Company is committed to the highest standards of integrity and ethical conduct in dealing with all its stakeholders. The Company adheres to the Code of ethics issued by the Mauritius Employers' Federation and Model Code of Conduct for directors and employees of private sector companies issued by the Joint Economic Council.

The Company also systematically ensures that all its employees are aware of and adhere to its core values.

Health and Safety

The Company strives to maintain a working environment that is free from hazards and risk of injury to all employees and others.

Business is organised in a responsible manner and systems of work preserve the health and safety of our employees and other people concerned with the Company's activities.

To meet these commitments we:

- Comply with legislative health and safety requirements, give information, instruction, training and supervision to ensure that employees are aware of their legal responsibility.
- Provide necessary personal protective equipment and clothing for employees and take care to prevent work related accidents and diseases through evaluation and control.
- Develop, implement, monitor and maintain high standards of working practices within all our operations and provide resources to implement the Company's health & safety policy.

Company Secretary

In accordance with the terms of ENL Land's management contract with ENL Limited, the latter provides corporate secretarial services to the Company.

All Directors have access to the advice and services of the Company Secretary, delegated by ENL Limited.

Corporate Governance Report

(continued)

The Company Secretary is responsible to the Board for ensuring proper administration of board proceedings.

The Company Secretary provides guidance to Directors on matters of company law and with regard to their responsibilities in the statutory environment in which the Company operates.

The Directors are entitled to seek independent professional advice at the Company's expense.

Auditor's Fees

The fees paid to the auditors for audit and other services are disclosed on page 49 of the Annual Report.

Donations

The aggregate amounts of political and other donations made during the year under review are disclosed on page 49 of the Annual Report.

Corporate Social Responsibility

ENL Foundation

ENL Land has always been involved in social activities through its Human Resources and Public Relations Department. The Company now channels all its CSR initiatives through ENL Foundation. Incorporated in January 2010 as a not for profit private company, ENL Foundation spearheads the Group's initiatives in this field and is entrusted with the responsibility to manage, implement and finance all CSR projects of the Group, in collaboration with existing Non-Governmental Organisations (NGOs) and corporate partners. In March 2010, ENL Foundation received its accreditation to the National CSR Committee.

ENL Foundation focuses its CSR initiatives on the empowerment of the youth and preservation/ enhancement of the natural environment of Mauritius. Both initiatives contribute towards a qualitative evolution of the social and natural environment.

Following the promulgation of new CSR legislation in 2009, all companies forming part of the ENL Group were invited to contribute their statutory share of CSR contribution to the ENL CSR Fund managed by the ENL Foundation. For the year ended June 30, 2011, ENL Land did not make any statutory CSR contribution to ENL Foundation (namely the CSR levy to the tune of 2% of profit after tax imposed by the Government on all companies from June 2009), since a loss was made at the end of the financial year ended June 30, 2010.

Corporate Programme

ENL Foundation works in accordance with a comprehensive CSR Programme as approved by the National CSR Committee. The said programme encompasses various social and environmental projects.

A number of projects have been implemented in partnership with NGOs at regional and national levels in the field of social integration, education and training, promotion of youth health, youth development through sports and leisure, prevention of substance abuse targeting particularly youth in vulnerable localities, arts & culture and preservation of the environment. Non-governmental Organisations like Mauritius Wild Life Foundation, Caritas, Fondation Pour la Formation au Football and Junior Achievement Mascareignes have benefited funds to promote their respective initiatives.

Furthermore, ENL Foundation adheres to the Government sponsored national program for the eradication of absolute poverty in the island. As such, ENL Foundation is actively involved in the alleviation of poverty in the Moka/St Pierre and L'Escalier regions.

A full report on ENL Foundation is set out on pages 52 to 55.



Company Secretary

October 20, 2011

Statement of Directors' Responsibilities

In Respect of Financial Statements

Company law requires the Directors to prepare financial statements for each financial year, which present fairly the financial position, financial performance and cash flow of the Company. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards have been followed and complied with, subject to any material departures being disclosed and explained in the financial statements; and
- prepare the financial statements on a going-concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the Company's financial statements.

The Directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy the financial position of the Company at any time and enable them to ensure that the financial statements comply with The Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps to prevent and detect fraud and other irregularities.

The Board is responsible for the system of internal control and risk management for the Company and its subsidiaries. The Board is committed to continuously maintain a sound system of risk management and adequate control procedures with a view to safeguarding the assets of the Group.

The Board believes that the Group's systems of internal control and risk management provide reasonable assurance that control and risk issues are identified, reported on and dealt with appropriately.

ENL Limited (ENL) provides internal audit services to ENL Land in accordance with the terms of the management contract with the Company. ENL's internal audit department also conducts regular audits at ENL Land's subsidiaries. ENL's chief internal auditor reports independently to the Company's Audit and Risk Management Committee on all internal audit issues.

Nothing has come to the Board's attention, to indicate any material breakdown in the functioning of the internal controls and systems during the period under review, which could have a material impact on the business. The financial statements are prepared from the accounting records on the basis of consistent use of appropriate accounting policies supported by reasonable and prudent judgments and estimates that fairly present the state of affairs of the Group and the Company.



Guy RIVALLAND
Chairman



Hector ESPITALIER-NOËL
Director

Company Secretary's Certificate

Year ended June 30, 2011 - (Pursuant to Section 166(d) of The Companies Act 2001)

We certify that, to the best of our knowledge and belief, the Company has filed with the Registrar of Companies all such returns as are required of the Company under The Companies Act 2001.



ENL Limited
Company Secretary

October 20, 2011

Other Statutory Disclosures

(Pursuant to Section 221 of The Companies Act 2001 and Section 88 of The Securities Act 2005)

June 30, 2011

Directors

The name of Directors of subsidiaries holding office at June 30, 2011 and those who ceased to hold office during the accounting period are stated below:

Anthurium & Orchids Limited

Hector Espitalier-Noël
Eric Espitalier-Noël

Agrex Limited

Hector Espitalier-Noël
Eric Espitalier-Noël

Bagaprop Limited

Hector Espitalier-Noël
Gilbert Espitalier-Noël

ENL Agri Limited

Hector Espitalier-Noël
Jean Raymond Hardy

ENL House Limited

Hector Espitalier-Noël
Gilbert Espitalier-Noël

Enquickfix Limited

Hector Espitalier-Noël
Jean Raymond Hardy

Exotiflors Limited

Hector Espitalier-Noël
Eric Espitalier-Noël
Jean Yves Hardy
Jean Raymond Hardy
Olivier Lagesse

Helvetia Sport Ltd (previously Moka Sport Club Ltd)

Hector Espitalier-Noël
Gilbert Espitalier-Noël
Didier Audibert (*Appointed on June 29, 2011*)
Thierry Doger de Spéville (*Appointed on June 29, 2011*)

Kendra Saint Pierre Limited

Hector Espitalier-Noël
Gilbert Espitalier-Noël

Les Allées D'Helvetia Commercial Centre

Limited
Hector Espitalier-Noël
Gilbert Espitalier-Noël

Mon Désert-Alma Sugar Milling Company

Limited
Guy Rivalland
Hector Espitalier-Noël
Eric Espitalier-Noël

Edouard Espitalier-Noël

Bertrand Daruty de Grandpré (*ceased to be a director as from July 06, 2011*)

Louis Rivalland

Gilbert Espitalier-Noël

Ashveenee Kumar Ramnarain

Chung Fan Chan Chung Kwan Fang

MDA Properties Limited

Hector Espitalier-Noël
Eric Espitalier-Noël
Gilbert Espitalier-Noël
France De Fleuriot (*ceased to be a director as from December 15, 2010*)
Ziyad Bundhun
Vincent Lamusse

Mall of (Mauritius) at Bagatelle Ltd*

Hector Espitalier-Noël
Gilbert Espitalier-Noël
Eric Espitalier-Noël (*Appointed on August 26, 2010*)
Louis Van Der Watt (*Appointed on August 26, 2010*)
James Ehlers (*Appointed on August 26, 2010*)
Roux Gerber (*Appointed on August 26, 2010*)

* Mall of (Mauritius) At Bagatelle Ltd has been accounted for as a jointly-controlled entity in the financial statements

Savannah Properties Limited

Gilbert Espitalier-Noël
Hector Espitalier-Noël

Savishop Ltd

Hector Espitalier-Noël
Eric Espitalier-Noël

Other Statutory Disclosures

(Pursuant to Section 221 of The Companies Act 2001 and Section 88 of The Securities Act 2005)

June 30, 2011 (continued)

The Savannah Sugar Milling Company Limited

Guy Rivalland
Hector Espitalier-Noël
Eric Espitalier-Noël
Gilbert Espitalier-Noël
Jean Claude Leclézio
Alain Noël
M.P Roger Espitalier-Noël
Jean Raymond Hardy
Jean Claude Giraud
Mohammad Yousouf Dhuny
Mr Dhanirajsingh Purseed

The Gardens of Bagatelle Ltd

Hector Espitalier-Noël
Gilbert Espitalier -Noël

The Old Factory Limited

Hector Espitalier-Noël
Gilbert Espitalier -Noël

SB Cattle Ltd

Hector Espitalier-Noël
Gilbert Espitalier -Noël

Soled Limited

Hector Espitalier-Noël
Eric Espitalier-Noël

Valetta Locoshed Offices Ltd

Hector Espitalier-Noël
Gilbert Espitalier -Noël

Directors' Service Contracts

None of the directors of the Company have service contracts that need to be disclosed under Section

221 of the Companies Act 2001.

Directors' Remuneration and Benefits

Total remuneration and benefits received, or due and receivable, by the Directors from the Company and its subsidiaries were as follows:

Directors of ENL Land Limited

	From the Company		From the Subsidiaries		Remuneration from companies on which Director serves as representative of the Company
	2011	2010	2011	2010	2011
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Executive Directors					
- Full-time	6,347	2,550	-	-	93
- Part-time	300	300	8	-	-
Non-executive Directors	927	904	8	-	20
	7,574	3,754	16	-	113

Directors of subsidiary companies who are not directors of the Company

	From the Subsidiaries	
	2011	2010
	Rs'000	Rs'000
Executive Directors		
- Full-time	-	-
-Part-time	-	-
Non-executive Directors	20	-
	20	-

Directors' Interests In Shares

The interests of the Directors in the shares of ENL Land Ltd as at June 30, 2011 are found on page 28. None

Other Statutory Disclosures

(Pursuant to Section 221 of The Companies Act 2001 and Section 88 of The Securities Act 2005)

June 30, 2011 (continued)

of the directors of ENL Land Ltd have a direct interest in the equity of the subsidiaries of the Company.

Direct and Indirect Interests of Senior Officers (excluding directors) In the Equity or Debt Securities of ENL Land Ltd or any Subsidiaries

The table below sets out the direct and indirect interests of senior officers (excluding directors) in the equity of the Company:

	Ordinary Shares		Non Voting Convertible Redeemable Preference Shares	
	Direct (%)	Indirect (%)	Direct (%)	Indirect (%)
Didier Audibert	-	-	-	-
Gaston Clarenc	-	-	-	-
Gilbert D'Argent	-	-	-	-
Dominic Dupont	-	-	-	-
Vincent Du Mee Duval	-	-	-	-
Nicolas Eynaud	0.039	0.003	0.044	0.034
Roux Gerber	-	-	-	-
Bruno Piat	-	-	-	-
Stellio Prefumo	-	-	-	-
Thierry Rey	0.003	0.005	0.017	-
Richard Stedman	0.005	-	0.009	0.008
Paul Tsang	-	-	-	-
Frederic Tyack	0.004	-	-	-

None of the senior officers (excluding directors) held any direct interest in the equity of the subsidiaries of the Company.

Indemnities and Insurance

A Directors' and officers' liability Insurance policy has been subscribed to by the holding Company. The policy provides cover for the risks arising out of the acts or omissions of the Directors and Officers of the Company. The cover does not provide insurance against fraudulent, malicious or willful acts or omissions.

Contracts of Significance

The Company has a management contract with ENL Limited for the provision of management and secretarial services as detailed in the Corporate Governance Report.

Other Statutory Disclosures

(Pursuant to Section 221 of The Companies Act 2001 and Section 88 of The Securities Act 2005)

June 30, 2011 (continued)

Shareholders

At September 8, 2011, the following shareholder was directly or indirectly interested in more than 5% of the ordinary share capital of the company:

Name of shareholders	Interest %
ENL Limited	60.31%
ENL Investment Limited	5.81%

Donations

	The Group and The Company	
	2011	2010
	Rs'000	Rs'000
Political - Number of recipients - 1 (2010:6)	100	3,300
Others - Number of recipients - 3 (2010: 3)	406	326
	506	3,626

All profitable subsidiaries have made their CSR contribution to ENL Foundation.

Auditors' Fees

The fees paid to the auditors for audit and other services were:

	The Group		The Company	
	2011	2010	2011	2010
	Rs'000	Rs'000	Rs'000	Rs'000
Audit fees paid to:				
- BDO & Co.	1,436	808	950	450
Fees paid for other services provided by:				
- BDO & Co.	855	1,177	785	1,091

Fees for other services relate to fees for audit of consolidation, taxation fees and professional fees in respect of preparation of circulars (2010: audit of consolidation, taxation fees and merger fees).

**“ ENL Foundation
contributes towards
a qualitative evolution
of the social and natural
environment ”**

Mario Radegonde (Manager - ENL Foundation)





The ENL Group has always considered corporate citizenship as an essential part of its existence. ENL Foundation, which spearheads the CSR initiatives of the ENL Group, had, during the financial year ended June 30, 2011, devoted its efforts into consolidating its CSR actions initiated since January 2010.

The budget of ENL Foundation has increased by 27%, from Rs 7.5m to Rs 9.5m, for the year ended June 30, 2010 and 2011 respectively. While the CSR contributions received from the subsidiaries of the ENL Group represented 82 % of the total CSR value, 18% had been received from associated and external companies. During the current financial year, ENL Foundation led and supported a number of new projects to drive a positive change in its areas of focus.

Furthermore, ENL Foundation kept a tight lid on its administrative costs, which represented 12% of its total expenditure, in compliance with guidelines set by the Government. The Foundation perused its traineeship programme with the double purpose of providing fresh graduates from tertiary institutions, with hands-on experience while at the same time, ensuring an additional supply of resources to the Foundation.

During the financial year for the year ended June 30, 2011, the funds of ENL Foundation had been put to use to support programmes in the following areas:

1. Education & Learning

ENL Foundation devoted 18% of its budget to Education and Learning initiatives, namely by:

- Providing continued support to La Baraque Learning Centre in partnership with Omnicane Foundation. As at June 30, 2011, some 150 adults and 160 children had followed literacy programmes and qualification-based training in IT at the centre;
- Consolidating the 'Programme d'Accompagnement Scolaire' launched in Pailles West in the previous financial year, with the contribution of a psychologist to provide training and supervision. The number of children in attendance doubled to 50 and the programme was then also extended to Pailles East. Some 80 other children attending ZEP school in the region are now given guidance by trained educators from the Ruth School;
- Providing Tertiary scholarship schemes to supporting three youngsters from poverty-stricken regions who would be completing their studies at the Charles Telfair Institute in the coming financial year. The Foundation also gave the opportunity to two teenagers from Cite Ste Catherine, through its recently set up 'Secondary School Support Programme', in collaboration with Caritas, to resume their secondary studies with the Open College Educational Programme (OCEP).

2. Training

The Foundation dedicated the equivalent of 19% of its budget to Training & Development programmes.

- ENL Foundation remains a major partner of Junior Achievement Mascareignes (JAM). Between January and June 2011, some 5,500 students in 63 colleges received training through the JA Notre Quartier programme, in which employees of the ENL Group were also actively involved as volunteers. The number of ENL volunteers participating in the Junior Achievement Programme rose from 12 in the previous financial year to 18 in the current financial year;
- In partnership with the Civic Action Team, the Foundation contributed to the setting up of various training programmes conducted at the 'Centre de Formation et d'Apprentissage Technique de Pailles'. Prior to launching the courses, a study was undertaken to identify the training needs of the inhabitants. As at June 30, 2011, a total of some 170 children and youngsters, young ladies and unemployed people, received training in hairdressing, masonry, fabric hand painting, first-aid, English Literacy using Information Technology (ELIT) and parents' schooling.

ENL Foundation

(continued)

3. Eradication of Absolute Poverty Programme

ENL Foundation committed 9% of its budget to the national Eradication of Absolute Poverty (EAP) programme. These funds were mainly devoted to:

- Setting up a Day Care Centre at L'Escalier to provide a rehabilitation facility closer to people having drugs, alcohol and substance abuse problems living in the South of the island. In continuation to a counselling service launched in February 2010, 'L'Oasis nu l'espwar' was set up jointly with Omnicane Foundation and the National Empowerment Foundation in March 2011 and some 30 people followed the programme;
- Providing toilet and sanitary ware facilities to deprived households in Moka/St Pierre and Ste Catherine. The project is due to be completed in the coming financial year;
- Launching of a Breakfast Support Programme since April 2011. With the collaboration of benevolent ladies living in the local community, a balanced breakfast is provided on weekdays to some 53 school children of Camp Tagore and La Sourdine;

The financing of training in food processing at the Agricultural Research & Extension Unit Training Centre in Wootton for a dozen of unemployed women from Cite Ste Catherine and La Laura.

4. Actions geared towards Vulnerable Children

In the course of financial year 2010/2011, 5% of the Foundation's budget was spent on actions geared towards Vulnerable Children, namely:

- The launch of a programme dedicated to promote creativity and artistic awakening for some 40 young children in Alma and Cite Ste Catherine in collaboration with the 'Association Culturelle de Sensibilisation et d'Eveil artistique' (ACSEA);
- The setting up of an Ecole de chant targeting some 50 children in Pailles and Ste Catherine with the collaboration of 'Fondation Spectacle & Culture';
- The launch of 'Zenfans Sourire Alma' with the aim of providing healthy leisure activities to some 25 underprivileged children in Alma in association with NGO ACSEA;
- Books for Success 2011 operation aiming at distributing reading books and school materials to underprivileged children of Alma and Cite Ste Catherine as well as La Sourdine village. This operation has gained its momentum among the ENL staff who offered books and school materials to some 400 children;
- Promoting sports through the support of 'Ecole de foot de l'Agrement' for the second year in collaboration with the Fondation pour la Formation au Football.

5. Environmental Projects

ENL Foundation earmarked 5% of its budget to environmental projects including:

- A contribution to the Mauritian Wildlife Foundation's endeavour to protect the Pink Pigeon, an endemic bird specy in Mauritius;
- The embellishment and clean up campaign in its regions of intervention, namely Cité Dargahed in Pailles, La Sourdine and Moka;
- The organisation of a mini-carnival on June 4, 2011 in the context of the World Environment Day. The event held in collaboration with the Agricultural Society of the University of Mauritius, attracted some 250 participants;
- The projection on an ongoing basis of documentary films to sensitise the youth in the regions of intervention of the Foundation of the importance of preserving our environment.

ENL Foundation

(continued)

6. Youth Development

The Foundation showed its commitment to youth development by devoting 4% of its budget to this item, namely through:

- Funding a programme conducted by the LEAD NGO to sensitise the youth to social issues such as drugs, alcohol and HIV/AIDS;
- Implementing leadership courses targeting some 60 youngsters in Ste Catherine, Alma and Pailles regions;
- Sponsoring a campaign against youth violence run by the Chapter of the JCI of Quatre Bornes.

7. Sports, Arts and Leisure & Promotion of Recreational Activities

ENL Foundation spent 5% of its budget in the promotion of sports, arts & leisure and recreational activities. Besides its contribution at national level, ENL Foundation supported ongoing educational and recreational activities in Pailles, L'Escalier/La Sourdine, Ste Catherine and Alma. The Foundation also offered support on this count through the donation of sports equipment. These activities targeted more than 350 youngsters within the mentioned regions.

8. Support to Ngos & Corporate Partners

ENL Foundation donated 18% of its budget to NGOs accredited to the National CSR Committee and to Corporate Partners to finance various programmes at national level, namely Caritas Ile Maurice, ICJM for its project Les Amis de Zippy, Baden Powell Scout Ass., Mahatma Gandhi Institute (Basic Gardina School at Moka), Open Mind, Action Familiale, Link to Life, Fondation Pour L'enfance Terre de Paix, etc. offering services in the field of Health, Handicap, Socio Economic Development, Youth development, etc.

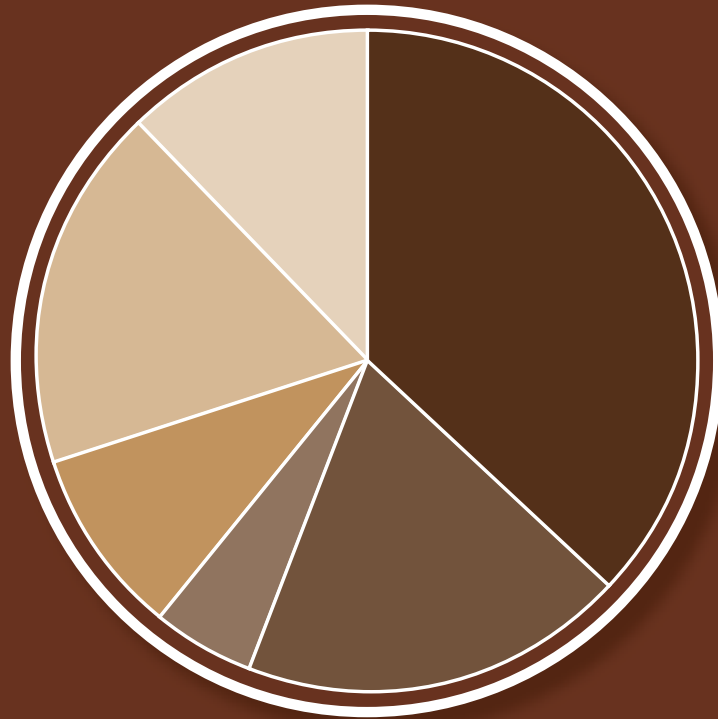
In the coming financial year, ENL Foundation intends to make necessary adjustments in its corporate program in order to align itself with the Government's appeal in the 2011 National Budget to use 50% of CSR resources to support three National Programmes namely social housing, vulnerable children and eradication of absolute poverty.

In addition to providing its support to ongoing initiatives, a number of new projects have also reached an advanced stage of completion. These include a multi-purpose centre to promote youth empowerment in Ste Catherine and a 'Maison de l'Entrepreneuriat et de l'Artisanat' in St Pierre in collaboration with the ACSEA to act as a business incubator for women entrepreneurs and craftspeople in the region.

ENL Foundation

(continued)

Breakdown of Funds by Area of Focus (%)



37

Education-Learning-Training

19

EAP & Vulnerable Children Projects

5

Environmental Projects

9

Sports-Arts-Leisure & Youth Development

18

Support to NGOs and Corporate Partners

12

Administrative costs

Share Analysis

Distribution of shareholders at June 30, 2011

Range of Shareholding	Ordinary Shares			Non Voting Convertible Redeemable Preference Shares		
	Shareholder Count	Number of shares held	% Shares held	Shareholder Count	Number of shares held	% Shares held
1 - 500	349	76,003	0.04	209	44,691	0.19
501 - 1000	179	140,576	0.07	112	85,781	0.37
1001 - 5000	428	1,113,262	0.53	236	587,705	2.52
5001 - 10000	269	1,941,929	0.92	81	597,518	2.56
10001 - 50000	360	7,991,902	3.80	88	1,827,349	7.83
50001 - 100000	117	7,965,850	3.78	17	1,252,330	5.37
100001 - 250000	83	12,400,111	5.89	6	914,741	3.92
250001 - 500000	32	11,545,455	5.48	2	629,056	2.70
Over 500,000	25	167,349,114	79.49	2	17,400,086	74.55
Total	1,842	210,524,202	100.00	753	23,339,257	100.00

Spread of Shareholders

To the best knowledge of the directors, the spread of shareholders at June 30, 2011 was as follows:

	Ordinary Shares			Non Voting Convertible Redeemable Preference Shares		
	No of Shareholders	Shares held	%	No of Shareholders	Shares held	%
Individuals	1,598	44,804,019	21.28	622	3,090,349	13.24
Insurance & Assurance Cos	9	3,961,522	1.88	8	529,534	2.27
Pension & Provident Funds	31	2,955,004	1.40	24	228,815	0.98
Investment & Trust Cos	19	13,023,949	6.19	6	1,541,740	6.61
Other Corporate Bodies	185	145,779,708	69.25	93	17,948,819	76.90
Total	1,842	210,524,202	100.00	753	23,339,257	100.00

Corporate Information

June 30, 2011

Registered Office

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968
email: info@enl.mu

Secretary

ENL Limited
7th Floor, Swan Group Centre
Intendance Street
Port Louis

Share Registry

MCB Registry and Securities Ltd
Raymond Lamusse Building
9-11 Sir William Newton Street
Port Louis
Mauritius

Management

ENL Limited
7th Floor, Swan Group Centre
Intendance Street
Port Louis

Auditors

BDO & Co

Bankers

The Mauritius Commercial Bank Ltd
State Bank of Mauritius Ltd
Barclays Bank PLC
SBI (Mauritius) Ltd
Bank One

Solicitors

Etude de Commarmond Koenig

Notaries

Me Jean Pierre Montocchio
Me Bernard d'Hotman de Villiers

Corporate Information

June 30, 2011 (continued)

Subsidiaries

Anthurium & Orchids Limited

Management : ENL Limited
Henrietta, Vacoas
Telephone: (230) 684 2915
Fax: (230) 684 9841
Email: jhardy@enlagri.mu

Agrex Limited

Management : ENL Limited
Contact: Jean Raymond Hardy
Henrietta, Vacoas
Telephone: (230) 684 7147/48
Fax: (230) 684 2915
Email: info@agrex.mu

Bagaprop Limited

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

ENL Agri Limited

Contact: Jean Raymond Hardy
Saint Pierre
Telephone: (230) 433 4304
Fax: (230) 433 4143
Email: info@enlagri.mu

ENL House Limited

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968
Email: info@enl.mu

Enquickfix Limited

Contact: Jean Raymond Hardy
Saint Pierre
Telephone: (230) 433 4304
Fax: (230) 433 4143
Email: info@enlagri.mu

Exotiflors Limited

Contact: Jean Raymond Hardy
Henrietta, Vacoas
Telephone: (230) 684 7147/48
Fax: (230) 684 2915
Email: info@enlagri.mu

Helvetia Sport Ltd (previously Moka Sport Club Ltd)

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

Kendra Saint Pierre Limited

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

Les Allées D'Helvetia Commercial Centre Limited

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

Mall of (Mauritius) at Bagatelle Ltd *

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

** Mall of (Mauritius) At Bagatelle Ltd has been accounted for as a jointly-controlled entity in the financial statements*

Mon Désert-Alma Sugar Milling Company Limited

Management: ENL Limited
Contact: Jean Raymond Hardy
Saint Pierre
Telephone: (230) 433 4304
Fax: (230) 433 4143
Email: info@enlagri.mu

MDA Properties Ltd

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

Savi Shop Ltd

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968
Email: info@enl.mu

Savannah Properties Limited

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email :enlproperty@enl.mu

SB Cattle Ltd

Contact: Jean Raymond Hardy
Saint Pierre
Telephone: (230) 433 4304
Fax: (230) 433 4143
Email: info@enlagri.mu

Corporate Information

June 30, 2011 (continued)

Subsidiaries (continued)

Société du Courlis

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968
Email: info@enl.mu

Soled Limited

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968
Email: info@enl.mu

The Savannah Sugar Milling Company Ltd

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968
Email: info@enl.mu

The Gardens of Bagatelle Ltd

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

The Old Factory Limited

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

Valetta Locoshed Offices Ltd

Contact: Gilbert Espitalier-Noël
Stone House, Mon Désert Alma
Saint Pierre
Telephone : (230) 433 2929
Fax : (230) 433 8812
Email: enlproperty@enl.mu

Associates

Emerald (Mauritius) Limited

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Tel: (230) 213 3800
Fax: (230) 208 0968

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Independent Auditors' Report to the Members

This report is made solely to the members of ENL Land Ltd (the "company"), as a body, in accordance with Section 205 of the Companies Act 2001. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Report on the Financial Statements

We have audited the financial statements of ENL Land Ltd (the "group") and the company's separate financial statements on pages 61 to 116 which comprise the statements of financial position at June 30, 2011, the statements of comprehensive income, statements of changes in equity and statements of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Companies Act 2001. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's

internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements on pages 61 to 116 give a true and fair view of the financial position of the group and of the company at June 30, 2011, and their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act 2001.

Report on Other Legal and Regulatory Requirements Companies Act 2001

We have no relationship with, or interests in, the company or any of its subsidiaries, other than in our capacity as auditors, tax and business advisers and dealings in the ordinary course of business.

We have obtained all information and explanations we have required.

In our opinion, proper accounting records have been kept by the company as far as it appears from our examination of those records.

Financial Reporting Act 2001

The directors are responsible for preparing the Corporate Governance Report and making the disclosure required by Section 8.4 of the Code of Corporate Governance of Mauritius ("Code"). Our responsibility is to report on these disclosures.

In our opinion, the disclosures in the Corporate Governance Report are consistent with the requirements of the Code.



BDO & Co
Chartered Accountants



Yacoob RAMTOOLA (FCA)
Licensed by FRC

September 30, 2011

Port Louis,
Mauritius.

Statements of Financial Position

June 30, 2011

	Notes	THE GROUP		THE COMPANY	
		2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Assets					
Non-current assets					
Property, plant and equipment	5	7,853,715	7,142,459	7,878,423	7,197,744
Deferred expenditure	6	293,569	426,463	106,530	161,670
Investment properties	7	2,722,320	44,498	1,438,382	32,913
Intangible assets	8	428,064	715,292	72,894	350,477
Investments in subsidiary companies	9	-	-	601,672	644,963
Investments in associated companies	10	1,777,025	1,795,837	1,410,044	1,324,820
Investment in jointly controlled entity	11	1,256,984	274,414	1,004,083	276,196
Investments in financial assets	12	372,476	362,460	372,410	362,460
Bearer biological assets	13	107,540	131,724	105,889	131,724
Non-current receivables	14	295,014	338,434	295,014	338,434
Deferred tax assets	28	162	-	-	-
		15,106,869	11,231,581	13,285,341	10,821,401
Current assets					
Consumable biological assets	15	295,910	242,817	295,910	242,817
Inventories	16	12,601	13,224	12,309	13,224
Trade and other receivables	17	174,204	166,089	86,898	86,077
Receivable from group companies	18	58,975	152,635	1,585,815	1,552,505
Cash in hand and at bank		173,405	84,279	158,609	13,563
		715,095	659,044	2,139,541	1,908,186
Non-current assets classified as held for sale	19	146,998	16,279	178,362	-
Total assets		15,968,962	11,906,904	15,603,244	12,729,587
Equity and Liabilities					
Capital and reserves					
Share capital	20(b)	6,030,058	98,783	6,030,058	98,783
Revaluation, fair value and other reserves	21	3,757,401	8,162,580	3,654,706	7,974,280
Retained earnings		2,989,019	528,346	3,677,024	2,542,861
		12,776,478	8,789,709	13,361,788	10,615,924
Treasury shares	20(b)	-	(2,295)	-	(2,295)
Owners' interests		12,776,478	8,787,414	13,361,788	10,613,629
Non controlling interests		471,054	347,898	-	-
Total equity		13,247,532	9,135,312	13,361,788	10,613,629
Non-current liabilities					
Borrowings	22	327,780	733,983	311,375	733,383
Retirement benefit obligations	23	174,814	168,517	174,160	168,517
Deferred income	24	301,434	273,663	57,034	29,263
Deferred taxation	28	823,320	-	816,916	-
		1,627,348	1,176,163	1,359,485	931,163
Current liabilities					
Trade and other payables	25	562,764	750,758	302,767	325,818
Payable to group companies	26	31,798	16,393	83,712	61,600
Borrowings	22	359,979	770,885	357,961	747,217
Current tax liabilities		8,929	7,233	6,919	-
Proposed dividends	29	130,612	50,160	130,612	50,160
		1,094,082	1,595,429	881,971	1,184,795
Total equity and liabilities		15,968,962	11,906,904	15,603,244	12,729,587

The financial statements were approved for issue by the Board of Directors on September 30, 2011.



Guy RIVALLAND
Chairman



Hector ESPITALIER-NOËL
Director

The notes on pages 66 to 116 form an integral part of the financial statements.
Auditors' report on page 60.

Statements of Comprehensive Income

Year ended June 30, 2011

	Notes	THE GROUP		THE COMPANY	
		2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Turnover	30	699,859	463,901	522,634	340,283
Sugar insurance compensation		530	5,917	530	5,917
Other operating income		28,260	15,540	10,463	5,954
		728,649	485,358	533,627	352,154
Deduct:					
Expenses		717,932	492,404	558,799	371,698
Amortisation of bearer biological assets	13	33,121	24,669	33,121	24,669
Sugar insurance premiums		9,744	18,725	9,744	18,725
Depreciation and amortisation charge		50,603	35,933	39,417	34,119
		811,400	571,731	641,081	449,211
Operating results before movement in consumable biological assets		(82,751)	(86,373)	(107,454)	(97,057)
Movement in consumable biological assets	15	53,093	(76,232)	53,093	(76,232)
Operating loss		(29,658)	(162,605)	(54,361)	(173,289)
Other income	32	25,208	15,606	58,392	52,275
Amortisation of deferred expenditure	6	(58,466)	(40,596)	(48,997)	(34,874)
Sales of land, investments and others:					
Profit/(loss) on disposals of land and building		15,972	150,699	(82,815)	217,395
Relocation cost of poultry		(75,505)	-	(75,505)	-
Profit on sale of investments		2,600	-	2,600	-
Profit on dilution of shareholding in associate		-	4,022	-	-
Impairment of investments		-	-	(20,986)	-
Fair value gain of investment properties		1,840,948	-	808,887	-
Goodwill on acquisition written off net of negative goodwill		(118,303)	-	-	-
Share of results of associates and jointly controlled entity, net of tax		335,189	76,459	-	-
Finance costs	33	(62,617)	(87,707)	(64,361)	(86,403)
Profit/(loss) before taxation	31	1,875,368	(44,122)	522,854	(24,896)
Income tax (expense)/income	27	(49,014)	(5,389)	(40,795)	5
Profit/(loss) for the year		1,826,354	(49,511)	482,059	(24,891)
Other comprehensive income					
Fair value movement on available for sale financial assets		39,275	(18,552)	64,630	(196,841)
Release to income on impairment of investments		-	-	20,986	-
Surplus on revaluation of land and buildings		2,223,790	-	2,220,464	-
Deferred tax arising on revaluation of land and building		(786,886)	-	(785,716)	-
Release to income on sale of investments		8,041	-	8,041	-
Share of comprehensive income of associates		(41,049)	64,314	-	-
Other comprehensive income for the year, net of tax	21	1,443,171	45,762	1,528,405	(196,841)
Total comprehensive income for the year		3,269,525	(3,749)	2,010,464	(221,732)
Profit/(loss) attributable to:					
Owners of the company		1,802,805	(40,809)	482,059	(24,891)
Non controlling interests		23,549	(8,702)	-	-
		1,826,354	(49,511)	482,059	(24,891)
Total comprehensive income attributable to:					
Owners of the company		3,245,976	4,953	2,010,464	(221,732)
Non controlling interests		23,549	(8,702)	-	-
		3,269,525	(3,749)	2,010,464	(221,732)
Basic earnings/(loss) per share	34	Rs 8.25	(0.19)	1.98	(0.12)
Fully diluted earnings/(loss) per share	34	Rs 8.11	(0.18)	2.17	(0.11)

The notes on pages 66 to 116 form an integral part of the financial statements.
Auditors' report on page 60.

Statement of Changes in Equity

Year ended June 30, 2011

THE GROUP - 2011

Notes	Attributable to owners of the parent									Non controlling interests	Total
	Share capital	Treasury shares	Revaluation, fair value and other reserves	Reserves associated companies	Retained earnings		Total	Rs'000	Rs'000		
					Holding and subsidiaries	Associated companies					
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2010	98,783	(2,295)	7,173,025	989,555	512,794	15,552	8,787,414	347,898	9,135,312		
Issue of bonus shares	20	5,000,000	-	(5,000,000)	-	-	-	-	-	-	-
Issue of redeemable preference shares	20	933,570	-	-	-	-	933,570	-	933,570	-	933,570
Issue of shares to non controlling shareholders		-	-	-	-	-	-	105,000	105,000	-	105,000
Cancellation of treasury shares	20	(2,295)	2,295	-	-	-	-	-	-	-	-
Effect of change in ownership interest not resulting in loss of control		-	-	-	-	5,393	5,393	(5,393)	-	-	-
Transfer to retained earnings on disposal of land		-	-	(848,350)	-	848,350	-	-	-	-	-
Total comprehensive income for the year		-	-	1,484,220	(41,049)	1,498,833	303,972	23,549	3,269,525	-	3,269,525
Dividends	29	-	-	-	-	(195,875)	(195,875)	-	(195,875)	-	(195,875)
		5,931,275	2,295	(4,364,130)	(41,049)	2,156,701	303,972	123,156	4,112,220		
Balance at June 30, 2011		6,030,058	-	2,808,895	948,506	2,669,495	319,524	12,776,478	471,054	13,247,532	

THE GROUP - 2010

Notes	Attributable to owners of the parent									Non controlling interests	Total
	Share capital	Treasury shares	Revaluation, fair value and other reserves	Reserves associated companies	Retained earnings		Total	Rs'000	Rs'000		
					Holding and subsidiaries	Associated companies					
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2009	43,920	-	3,083,081	665,873	(203,643)	(4,034)	3,585,197	(55,523)	3,529,674		
Issue of shares	20	54,863	-	-	-	-	54,863	-	54,863	-	54,863
Issue of shares to non controlling shareholders		-	-	-	-	-	-	43,944	43,944	-	43,944
Shares bought back by the company	20	-	(2,295)	-	-	-	(2,295)	-	(2,295)	-	(2,295)
Amalgamation adjustments - Note (a)		-	-	4,654,476	260,275	336,184	(32,332)	376,601	5,595,204	-	5,595,204
Effect of change in ownership interest not resulting in loss of control		-	-	-	-	(1,787)	(1,787)	(252)	(2,039)	-	(2,039)
Transfer to retained earnings on disposal of land		-	-	(545,980)	-	545,980	-	-	-	-	-
Total comprehensive income for the year		-	-	(18,552)	63,407	(91,820)	51,918	(8,702)	(3,749)	-	(3,749)
Dividends	29	-	-	-	-	(72,120)	(72,120)	-	(72,120)	-	(72,120)
Dividend paid by subsidiaries to non controlling shareholders		-	-	-	-	-	-	(8,170)	(8,170)	-	(8,170)
		54,863	(2,295)	4,089,944	323,682	716,437	19,586	403,421	5,605,638		
Balance at June 30, 2010		98,783	(2,295)	7,173,025	989,555	512,794	15,552	8,787,414	347,898	9,135,312	

(a) On December 30, 2009, the company amalgamated with Mon Désert Alma Ltd.

The notes on pages 66 to 116 form an integral part of the financial statements.
Auditors' report on page 60.

Statement of Changes in Equity

Year ended June 30, 2011

THE COMPANY

	Notes	Share capital Rs'000	Treasury shares Rs'000	Fair value reserves Rs'000	Revaluation and other reserves Rs'000	Retained earnings Rs'000	Total Rs'000
Balance at July 1, 2010		98,783	(2,295)	903,254	7,071,026	2,542,861	10,613,629
Issue of bonus shares	20	5,000,000	-	-	(5,000,000)	-	-
Issue of redeemable preference shares	20	933,570	-	-	-	-	933,570
Cancellation of treasury shares	20	(2,295)	2,295	-	-	-	-
Transfer to retained earnings on disposal of land		-	-	-	(847,979)	847,979	-
Total comprehensive income for the year		-	-	93,657	1,434,748	482,059	2,010,464
Dividends	29	-	-	-	-	(195,875)	(195,875)
		5,931,275	2,295	93,657	(4,413,231)	1,134,163	2,748,159
Balance at June 30, 2011		6,030,058	-	996,911	2,657,795	3,677,024	13,361,788
Balance at July 1, 2009		43,920	-	732,582	3,008,913	1,015,338	4,800,753
Issue of shares	20	54,863	-	-	-	-	54,863
Shares bought back by the company	20	-	(2,295)	-	-	-	(2,295)
Transfer to retained earnings on disposal of land		-	-	-	(549,660)	549,660	-
Amalgamation adjustments		-	-	367,513	4,611,773	1,074,874	6,054,160
Total comprehensive income for the year		-	-	(196,841)	-	(24,891)	(221,732)
Dividends	29	-	-	-	-	(72,120)	(72,120)
		54,863	(2,295)	170,672	4,062,113	1,527,523	5,812,876
Balance at June 30, 2010		98,783	(2,295)	903,254	7,071,026	2,542,861	10,613,629

The notes on pages 66 to 116 form an integral part of the financial statements.
Auditors' report on page 60.

Statements of Cash Flows

Year ended June 30, 2011

	Notes	THE GROUP		THE COMPANY	
		2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Operating Activities					
Cash generated from/(used in) operations	35(a)	69,937	10,852	(39,417)	41,717
Tax paid		(10,731)	(1,215)	(2,358)	(634)
Net cash generated from/(used in) operating activities		59,206	9,637	(41,775)	41,083
Investing Activities					
Purchase of property, plant and equipment		(68,099)	(5,462)	(17,710)	(66,542)
Purchase of investment properties		(160,776)	(30,208)	(2,734)	(29,079)
Purchase of investments		(695,161)	(275,092)	(695,161)	(275,092)
Purchase of investments in subsidiary companies		-	-	(18,700)	(80,896)
Acquisition of subsidiaries net of cash acquired		(13,455)	-	-	-
Advances on investments		(83,694)	-	(83,694)	-
Acquisition of long term loan		-	(338,398)	-	(338,398)
Net movement in intangible assets		-	(7,808)	-	-
Expenditure in respect of bearer biological assets		(7,705)	(29,677)	(7,286)	(29,677)
Land derocking and preparation costs incurred		(6,040)	(19,457)	(6,040)	(19,457)
Infrastructure costs in respect of voluntary retirement scheme		(84,215)	(45,798)	(84,215)	(45,798)
Proceeds from sales of property, plant and equipment		3,679	1,632	3,166	1,632
Proceeds from disposal of other investments		39,968	-	39,968	-
Net proceeds on sale of land		1,116,975	384,239	1,116,975	460,135
Expenses in respect of parcelling of land		(9,462)	(15,732)	(9,462)	(15,732)
Relocation cost		(1,189)	-	(1,189)	-
Net loans refunded/ (granted)		27,906	(30,932)	(24,204)	(38,066)
Interest received		17,277	667	17,223	2,509
Receipt in respect of prepaid lease rental		29,301	-	29,301	-
Dividends received from subsidiaries		-	-	-	10,125
Dividends received from other companies		2,212	1,423	2,212	1,423
Dividends received from associated companies		24,650	23,541	24,650	23,541
Net cash generated from/(used in) investing activities		132,172	(387,062)	283,100	(439,372)
Financing Activities					
Proceeds from long-term borrowings		781,230	974,597	766,728	974,597
Payments on long-term borrowings		(1,253,799)	(533,933)	(1,253,265)	(531,316)
Loans received from group companies		15,000	-	60,000	113,500
Loans received from other companies		135,000	163,500	135,000	-
Loans repaid to group companies		(5,000)	(19,000)	(45,300)	(19,000)
Loans repaid to other companies		(193,500)	-	(193,500)	-
Advance from societaires		270	60	-	-
Finance lease principal payments		(9,564)	(6,197)	(9,145)	(5,909)
Dividends paid		(115,422)	(32,940)	(115,422)	(32,940)
Dividends paid by subsidiaries to non controlling interests		-	(8,032)	-	-
Interest paid		(62,900)	(85,685)	(64,701)	(86,308)
Proceeds from issue of redeemable preference shares		933,570	-	933,570	-
Issue of shares to non controlling interests		5,000	41,904	-	-
Net cash generated from financing activities		229,885	494,274	213,965	412,624
Net increase in cash and cash equivalents		421,263	116,849	455,290	14,335
Cash and cash equivalent at July 1,		(242,879)	(263,389)	(290,708)	(263,861)
Amalgamation adjustments		-	(96,795)	-	(41,638)
Effect of foreign exchange rate changes		(5,977)	456	(5,977)	456
Cash and cash equivalents at June 30,	35(c)	172,407	(242,879)	158,605	(290,708)

The notes on pages 16 to 74 form an integral part of the financial statements.
Auditors' report on pages 8 and 9.

Notes to the Financial Statements

Year ended June 30, 2011

1 GENERAL INFORMATION

ENL Land Ltd (previously The Savannah Sugar Estates Company Limited) is a limited liability company incorporated and domiciled in Mauritius. The address of its registered office is 7th Floor, Swan Group Centre, Intendance Street, Port Louis. These financial statements will be submitted for consideration and approval at the forthcoming Annual Meeting of shareholders of the company.

The immediate holding company of ENL Land Ltd (previously The Savannah Sugar Estates Company Limited) is ENL Limited incorporated in Mauritius and whose registered office is at 7th floor, Swan Group Centre, Port Louis. The ultimate holding entity is Société Caredas, a 'société civile' registered in Mauritius.

2 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

(a) Basis of preparation

The financial statements comply with the Companies Act 2001 and have been prepared in accordance with International Financial Reporting Standards (IFRS).

Where necessary, comparative figures have been amended to conform with changes in presentation in the current year. The financial statements are prepared under the historical cost convention, except that:

- (i) land and buildings are carried at revalued amounts;
- (ii) investment properties are stated at fair value;
- (iii) available for sale securities are stated at fair value; and
- (iv) consumable biological assets are stated at fair value as disclosed in the accounting policies hereafter.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 4.

The financial statements include the consolidated financial statements of the holding company and its subsidiaries (the group) and the separate financial statements of the company (the company).

Standards, Amendments to published Standards and Interpretations effective in the reporting period

Amendments to IFRS 1, 'Additional Exemptions for First-time Adopters' exempt entities that use the full cost method for oil and gas properties from retrospective application of IFRSs. It also exempts entities with existing leasing contracts from reassessing the classification of those contracts in accordance with IFRIC 4, 'Determining whether an arrangement contains a lease'. The amendment is not expected to have any impact on the group's financial statements.

Amendments to IFRS 2, 'Group Cash-settled Share-based Payment Transactions'. In addition to incorporating IFRIC 8, 'Scope of IFRS 2' and IFRIC 11, 'IFRS 2 – Group and treasury share transactions', the amendments expand on the guidance in IFRIC 11 to address the classification of group arrangements that were not covered by that interpretation. This amendment is not expected to have any impact on the group's financial statements.

Amendment to IAS 32, 'Classification of rights issues', addresses the accounting for rights issues that are denominated in a currency other than the functional currency of the issuer. Provided certain conditions are met, such rights issues are now classified as equity regardless of the currency in which the exercise price is denominated. Previously, these issues had to be accounted for as derivative liabilities. This amendment is not expected to have any impact on the group's financial statements.

Amendment to IFRS 1 Limited Exemption from Comparatives IFRS 7 Disclosures for First-time Adopters provides first-time adopters relief from presenting comparative information for the new disclosures required by the March 2009 amendments to IFRS 7 'Financial Instruments: Disclosures'. This amendment is not expected to have any impact on the group's financial statements.

IFRIC 19, 'Extinguishing financial liabilities with equity instruments', clarifies the accounting by an entity when the terms of a financial liability are renegotiated and result in the entity issuing equity instruments to a creditor of the entity to extinguish all or part of the financial liability (debt for equity

Notes to the Financial Statements

Year ended June 30, 2011

swap). It requires a gain or loss to be recognised in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued. If the fair value of the equity instruments issued cannot be reliably measured, the equity instruments should be measured to reflect the fair value of the financial liability extinguished. This IFRIC will not have any impact on the group's financial statements

Improvements to IFRSs (issued 16 April 2009)

IAS 1 (Amendment), 'Presentation of Financial Statements'. The amendment clarifies that the potential settlement of a liability by the issue of equity is not relevant to its classification as current or non-current. By amending the definition of current liability, the amendment permits a liability to be classified as non-current (provided that the entity has an unconditional right to defer settlement by transfer of cash or other assets for at least 12 months after the accounting period) notwithstanding the fact that the entity could be required by the counterparty to settle in shares at any time. This amendment is not expected to have any impact on the group's financial statements.

IAS 7 (Amendment), 'Statement of Cash Flows', clarifies that only expenditure that results in a recognised asset in the statement of financial position can be classified as a cash flow from investing activities.

IAS 17 (Amendment) 'Leases', clarifies that when a lease includes both land and buildings, classification as a finance or operating lease is performed separately in accordance with IAS 17's general principles. Prior to the amendment, IAS 17 generally required a lease of land with an indefinite useful life to be classified as an operating lease, unless title passed at the end of the lease term. A lease newly classified as a finance lease should be recognised retrospectively.

IAS 18 (Amendment), 'Revenue' An additional paragraph has been added to the appendix to IAS 18, providing guidance on whether an entity is acting as principal or agent.

IAS 36 (Amendment), 'Impairment of Assets', clarifies that for the purpose of impairment testing, the cash-generating unit or groups of cash-generating units to which goodwill is allocated should not be larger than an operating segment (as defined by IFRS 8, 'Operating segments') before aggregation.

IAS 38 (Amendment), 'Intangible Assets', clarifies guidance in measuring the fair value of an intangible asset acquired in a business combination and it permits the grouping of intangible assets as a single asset if each asset has similar useful economic lives. The amendment removes the exceptions from recognising intangible assets on the basis that their fair values cannot be reliably measured. Intangible assets acquired in a business combination that are separable or arise from contractual or other legal rights should be recognised. The amendment specifies different valuation techniques that may be used to value intangible assets where there is no active market.

IAS 39 (Amendment), 'Financial Instruments: Recognition and Measurement' clarifies that the scope exemption within IAS 39 only applies to forward contracts that will result in a business combination at a future date, as long as the term of the forward contract does 'not exceed a reasonable period normally necessary to obtain any required approvals and to complete the transaction'. The amendment removes reference to transactions between segments as being hedgeable transactions in individual or separate financial statements and clarifies that amounts deferred in equity are only reclassified to profit or loss when the underlying hedged cash flows affect profit or loss. The amendment is not expected to have an impact on the group's statement of comprehensive income.

IFRS 5 (Amendment), 'Non-current Assets Held for Sale and Discontinued Operations'. The amendment clarifies that IFRS 5 specifies the disclosures required in respect of non-current assets (or disposal groups) classified as held for sale or discontinued operations. It also clarifies that the general requirement of IAS 1 still apply, in particular paragraph 15 (to achieve a fair presentation) and paragraph 125 (sources of estimation uncertainty) of IAS 1.

IFRS 8 (Amendment), 'Operating Segments', clarifies that the requirement for disclosing a measure of segment assets is only required when the Chief Operating Decision Maker reviews that information.

Improvements to IFRSs (issued 6 May 2010)

IFRS 3 (Amendment), 'Business Combinations', clarifies that the choice of measuring non-controlling interests at fair value or at the proportionate share of the acquiree's net assets applies only to instruments that represent present ownership interests and entitle their holders to a proportionate share of the net assets in the event of liquidation. All other components of non-controlling interest are measured at fair value unless another measurement basis is required by IFRS. The application guidance in IFRS 3 applies to all share-based payment transactions that are part of a business combination, including un-replaced and voluntarily replaced share-based payment awards.

Notes to the Financial Statements

Year ended June 30, 2011

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(a) Basis of preparation (continued)

Improvements to IFRSs (issued 6 May 2010) (continued)

IAS 27 (Amendment), 'Consolidated and Separate Financial Statements', clarifies that the consequential amendments to IAS 21, IAS 28 and IAS 31 resulting from the 2008 revisions to IAS 27 are to be applied prospectively.

Standards, Amendments to published Standards and Interpretations issued but not yet effective

Certain standards, amendments to published standards and interpretations have been issued that are mandatory for accounting periods beginning on or after 1 January 2011 or later periods, but which the group has not early adopted.

At the reporting date of these financial statements, the following were in issue but not yet effective:

Amendments to IFRIC 14 Prepayments of a Minimum Funding Requirement

IAS 24 Related Party Disclosures (Revised 2009)

Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters (Amendments to IFRS1)

Deferred Tax: Recovery of Underlying Assets (Amendments to IAS 12)

Disclosures – Transfers of Financial Assets (Amendments to IFRS 7)

Amendments to IAS 1 Presentation of Items of Other Comprehensive Income

IFRS 9 Financial Instruments

IAS 27 Separate Financial Statements

IAS 28 Investments in Associates and Joint Ventures

IFRS 10 Consolidated Financial Statements

IFRS 11 Joint Arrangements

IFRS 12 Disclosure of Interests in Other Entities

IFRS 13 Fair Value Measurement

IAS 19 Employee Benefits (Revised 2011)

Improvements to IFRSs (issued 6 May 2010)

IFRS 1 First-time Adoption of International Financial Reporting Standards

IFRS 7 Financial Instruments: Disclosures

IAS 1 Presentation of Financial Statements

IAS 34 Interim Financial Reporting

IFRIC 13 Customer Loyalty Programmes

Where relevant, the group is still evaluating the effect of these standards, amendments to published standards and interpretations issued but not yet effective, on the presentation of its financial statements.

(b) Investments in subsidiaries

Separate financial statements of the investor

Investments in subsidiary companies are carried at fair value. The carrying amount is reduced to recognise any impairment in the value of individual investments.

Consolidated financial statements

The consolidated financial statements incorporate the financial statements of the company and enterprises controlled by the company (its subsidiaries) made up to June 30, each year. Subsidiaries are all entities (including special purpose entities) over which the group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are de-consolidated from the date that control ceases.

Notes to the Financial Statements

Year ended June 30, 2011

The acquisition method of accounting is used to account for business combinations by the group. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred and the equity interests issued by the group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values on the acquisition date. On an acquisition-by-acquisition basis, the group recognises any non-controlling interests in the acquiree at the non-controlling interests' proportionate share of the acquiree's net assets. Subsequent to acquisition, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the non-controlling interests' share of subsequent changes in equity. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

The excess of the consideration transferred, being the amount of any non-controlling interests in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the group's share of the identifiable net assets acquired is recorded as goodwill. If this is less than the fair value of the net assets of the subsidiary acquired in the case of a bargain purchase, the difference is recognised directly on the statement of comprehensive income.

Inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated. Accounting policies of subsidiaries are amended, where necessary, to ensure consistency with the policies adopted by the group.

Transactions and non-controlling interests

The group accounts for transactions with non-controlling interests as transactions with equity owners of the group. For purchases from non-controlling interests, the difference between any consideration paid and the relevant share acquired of the carrying value of the net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

When the group ceases to have control or significant influence, any retained interest in the entity is re-measured to its fair value, with the change in carrying amount recognised in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

(c) Investments in associates

Separate financial statements of the investor

Investments in associated companies are carried at fair value. The carrying amount is reduced to recognise any impairment in the value of individual investments.

Consolidated financial statements

An associate is an entity over which the group has significant influence but not control, or joint control. Investments in associated undertakings are accounted for under the equity method of accounting. Equity accounting involves recognising on the statement of comprehensive income the group's share of the associates' profit or loss for the year. The group's interests in the associates is carried on the statement of financial position at an amount that reflects its share of the net assets of the associates. Goodwill arising on the acquisition of an associate is included within the carrying amount of the associate and tested yearly for impairment.

When the group's share of losses exceeds its interests in an associate, the group continues recognising further losses if it has incurred constructive obligation on behalf of the associate.

Unrealised profits or losses are eliminated to the extent of the group's interest in the associate. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

(d) Investment in jointly controlled entity

Separate financial statements of the investor

Investment in jointly controlled entity is carried at fair value. The carrying amount is reduced to recognise any impairment in the value of individual investment.

Notes to the Financial Statements

Year ended June 30, 2011

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Investment in jointly controlled entity (continued)

Consolidated financial statements

A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control. Investment in joint venture is accounted for under the equity method of accounting. Equity accounting involves recognising on the statement of comprehensive income the group's share of the joint venture's profit or loss for the year. The group's interests in the joint venture is carried on the statement of financial position at an amount that reflects its share of the net assets of the joint venture. Goodwill arising on the acquisition of a jointly controlled entity is included within the carrying amount of the joint venture and tested yearly for impairment.

Unrealised profits and losses are eliminated to the extent of the group's interest in the jointly controlled entity.

(e) Property, plant and equipment

All property, plant and equipment are initially recorded at cost and part of which are subsequently shown at revalued amount less subsequent depreciation. All other property, plant and equipment are stated at historical cost less depreciation. Property, plant and equipment, other than land, are depreciated over their estimated useful lives on a straight line basis.

Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the assets' carrying amount or recognised as a separate asset as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably.

Increases in the carrying amount arising on revaluation are credited to revaluation and other reserves in shareholders' equity. Decreases that offset previous increases of the same asset are charged against the revaluation reserve, all other decreases are charged to the statement of comprehensive income.

Depreciation is calculated on the straight line method to write off the cost or the revalued amount of the assets to their residual values over their estimated useful lives as follows:

	Annual rate
Buildings	2% - 28.6%
Agricultural equipment	2% - 50%
Kitchen equipment	10%
Transport equipment	10% - 20%
Furniture & office equipment	10% - 33.3%
Electrical installation	10%
Roads, bridges & yard	10%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining operating profit. On disposal of revalued assets, amounts in revaluation and other reserves relating to that asset are transferred to retained earnings.

(f) Finance leases

Leases are classified as finance leases where the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. Finance leases are capitalised at the estimated present value of the underlying lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance lease outstanding. The corresponding rental obligations, net of finance charges, are included in borrowings. Finance charges are charged to the statement of comprehensive income over the lease period. Plant and equipment acquired under finance leasing contracts are depreciated over the useful life of the asset.

Notes to the Financial Statements

Year ended June 30, 2011

(g) Deferred expenditure

Voluntary retirement scheme(VRS)

This represents the costs of VRS paid together with the costs of land and infrastructure which have been capitalised and are being amortised over a maximum of 5 years. Any profits realised on sale of land under the VRS are credited to the deferred expenditure account up to the total amount standing on this account. Any surplus is credited to the statement of comprehensive income.

Land parcelling expenses

Costs associated with the parcelling of land are released to the statement of comprehensive income in the year in which sale of land is realised.

Centralisation costs

These relate to cost associated to the closure of Rose Belle sugar mill and to the centralisation of the Highlands sugar mill with Mon Désert Alma Sugar Milling which have been capitalised and are being amortised over a maximum of 20 years.

(h) Investment properties

Investment properties, which are properties held to earn rentals and capital appreciation, are stated at fair value. Changes in fair values are included on the statement of comprehensive income.

(i) Intangible assets

Intangible assets relate to land derocking and preparation costs, software, land conversion rights, milling rights and prepaid lease rental and goodwill.

The land derocking and preparation costs are amortised over seven years, one year after the costs have been incurred.

Land conversion rights will be released to the statement of comprehensive income upon conversion and disposal of land.

The other intangible assets are initially recorded on the basis of cost and amortised using the straight line method over their estimated useful lives as follows:

	<u>Years</u>
Computer software	4
Milling rights	10
Prepaid lease rentals	100

The carrying amount of each intangible asset is reviewed annually and adjusted for permanent impairment when it is considered necessary.

Goodwill

Goodwill represents the excess of cost of acquisition over the group's interest in the fair value of the net identifiable assets of the acquired subsidiary, associate or jointly controlled entity at the date of acquisition. Goodwill on acquisitions of subsidiaries is included in intangible assets. Any net excess of the group's interest in the net fair value of the acquiree's net identifiable assets over cost is recognised in the statement of comprehensive income.

Goodwill on acquisitions of associates and jointly controlled entity is included in investments in associates and jointly controlled entity

Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses. On disposal of a subsidiary, associate or jointly controlled entity, the attributable amount of goodwill is included in the determination of the gains and losses on disposal.

Goodwill is allocated to cash-generating units for the purpose of impairment testing.

(j) Foreign currencies

Functional and presentation currency

Items included in the financial statements are measured using mauritian rupees, the currency of the primary economic environment in which the entity operates ("functional currency"). The financial statements are presented in mauritian rupees, which is the group's functional and presentation currency.

Notes to the Financial Statements

Year ended June 30, 2011

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(j) Foreign currencies (continued)

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised on the statement of comprehensive income.

(k) Impairment

At the end of each reporting period, the group reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount which is the higher of an asset's net selling price and value in use. For the purposes of assessing impairment, assets are grouped at the lowest level for which there are separately identifiable cash flows.

(l) Inventories

Inventories are valued at the lower of cost and net realisable value. Cost is determined on an average cost basis. Net realisable value is the estimate of the selling price in the ordinary course of business less selling expenses.

(m) Deferred income taxes

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax is determined using tax rates that have been enacted by the end of the reporting date and are expected to apply in the period when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which deductible temporary differences can be utilised.

(n) Provisions

Provisions are recognised when the group has a present legal or constructive obligation as a result of past events which will probably result in an outflow of economic benefits that can be reasonably estimated.

(o) Revenue recognition

Turnover represents the gross proceeds of sugar and molasses receivable and sale of other diversification products. Sugar and molasses prices are based on the final prices received from the Mauritius Sugar Syndicate and the Mauritius Molasses Co Ltd. Sales of other diversification products comprise the fair value of goods, net of discounts and after eliminating sales within the group. Sales of goods are recognised when goods are delivered and title has passed. Revenue also includes sales of residential units and membership fees.

Other revenues earned by the group are recognised on the following bases:

Interest income - on a time-proportion basis using the effective interest method. When a receivable is impaired, the group reduces the carrying amount to its recoverable amount.

Rental income - as it accrues unless collectability is in doubt.

Dividend income - when the shareholder's right to receive payment is established.

Sale of residential units - when control and the significant risks and rewards of ownership is transferred to the buyer on signature of contract and revenue is recognised by reference to the stage of completion using the percentage of completion method.

Membership fees - as it accrues unless collectability is in doubt.

Notes to the Financial Statements

Year ended June 30, 2011

(p) Retirement benefit obligations

Defined contribution plans

The group has a defined contribution scheme with the Sugar Industry Pension Fund. Payments to defined contribution retirement plans are charged as an expense as they fall due. This contribution is topped up for staff grade employees with an insurance company so that the scheme operates as a defined benefit scheme. The assets of the fund are held independently and administered by an insurance company.

Defined benefit plans

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation. The group contributes to a defined benefit plan for certain employees which is a final salary pension plan. The cost of providing benefits is determined using the projected unit credit method, so as to spread the regular cost over the service lives of employees in accordance with the advice of qualified actuaries who carry out a full valuation of plans regularly.

Cumulative actuarial gains and losses arising from experience adjustments, changes in actuarial assumptions and amendments to pension plans in excess of the greater of 10% of the value of the plan assets or 10% of the defined benefit obligation are spread over the average remaining working lives of the related employees.

Unfunded plans

Artisans and labourers of sugar companies are entitled to gratuity on death or retirement based on years of service. This item is not funded. The benefits accruing under this item are calculated by an actuary and have been accounted for in the financial statements. Cumulative actuarial gain and losses arising from experience adjustments, changes in actuarial assumption in excess of 10% of the defined benefit obligation are spread over the average remaining working lives of the related employees. For employees who are not covered under a pension plan, the net present value of gratuity on retirement payable under the Employment Rights Act 2008 is calculated and provided for.

(q) Financial instruments

Financial assets and financial liabilities are recognised on the group's statements of financial position when the group has become a party to the contractual provisions of the instruments. The group classifies its financial assets in the following categories: loans and advances and available for sale financial assets.

The carrying amount of financial assets and financial liabilities of the group approximate their fair values. The group's accounting policies in respect of the main financial instruments are set out below.

(i) Investments in securities

The group classifies its investment in securities as available-for-sale securities. Investments intended to be held for an indefinite period of time and which may be sold in response to need for liquidity or changes in interest rates are classified as available-for-sale securities.

The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and re-evaluates this designation at every reporting date.

Initial recognition

Investments are recognised on a trade-date basis and are initially measured at cost.

Subsequent recognition

Available for sale securities are measured at subsequent reporting dates at their fair values. Unrealised gains and losses on such securities are recognised in other comprehensive income (fair value reserves) until the security is disposed of or is impaired, at which time the cumulative gain or loss previously recognised in equity is included in the net profit or loss for the period.

The fair values of quoted investments are based on current bid prices. If the market for the financial asset is not active (and for unlisted securities), the group establishes fair value by using valuation techniques. These includes the use of recent arm's length transactions, reference to other instruments that are substantially the same, adjusted net asset value, capitalised earnings method, dividend yield method and market prices refined to reflect the issuer's specific circumstances.

Investments in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are reflected at cost.

Notes to the Financial Statements

Year ended June 30, 2011

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(q) Financial instruments (continued)

(i) Investments in securities

Impairment of financial assets

The group assesses at the end of each reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. A significant or prolonged decline in the fair value of the security below its cost is considered in determining whether the investment securities are impaired. If any such evidence exists, the cumulative loss, measured as the difference between acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss, is removed from equity and recognised in the statement of comprehensive income.

(ii) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the group will not be able to collect all amounts due according to the original terms of receivables. The amount of provision is recognised in the statement of comprehensive income.

(iii) Loans receivable

Loans receivable are classified as originated loans without fixed maturity and are measured at cost less provision for impairment. A provision for impairment is made on identified risk loans and are calculated as the shortfall between the outstanding balances and their recoverable amounts. Loans are written down to estimated realisable values when there is no realistic prospect of recovery.

(iv) Trade payables

Trade payables are stated at fair value and subsequently measured at amortised cost.

(v) Bank borrowings

Interest-bearing bank loans are recorded at the proceeds received net of direct issue costs. Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least twelve months after the end of the reporting period.

(vi) Share capital

Ordinary shares and redeemable preference shares are classified as equity. Incremental costs directly attributable to the issue of new share are shown in equity as deduction from proceeds.

(vii) Cash and cash equivalents

Cash and cash equivalents include cash in hand and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(r) Bearer biological assets

Cane replantation costs are capitalised and amortised over a period of seven years, one year after the expenses have been incurred. Anthurium plants have been accounted for at cost.

(s) Consumable biological assets

Consumable biological assets are measured at their fair values, which is the present value of the expected net cash flows discounted at the relevant market determined pre tax rate.

(t) Non-current assets classified as held for sale

Non-current assets classified as held for sale relate to land earmarked for future sale and development projects. They are measured at the lower of carrying amount and fair value less costs to sell if their carrying amount is recovered principally through a sale transaction. This condition is regarded as met only when the sale is highly probable and the asset is available for immediate sale in its present condition.

Notes to the Financial Statements

Year ended June 30, 2011

(u) Dividend distribution

Dividend distribution to the company's shareholders is recognised as a liability in the group's financial statements in the period in which the dividends are declared.

(v) Segment reporting

Segment information presented relate to operating segments that engage in business activities for which revenues are earned and expenses incurred.

3 FINANCIAL RISK MANAGEMENT

3.1 Financial risk factors

The group is exposed to a variety of financial risks including interest rate risk, currency risk, liquidity risk and credit risk.

The group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the group's financial performance. A description of the significant risk factors is given below together with the risk management policies applicable.

Interest rate risk

The group is exposed to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The group's interest rate risk arises from its borrowings at variable rates. The risk is managed by maintaining an appropriate mix between fixed and floating interest charges on borrowings.

At June 30, 2011, if interest rates on borrowings had been 50 basis points higher/lower, with all other variables held constant, post-tax profit for the year would have been higher/lower as shown in the table below mainly as a result of higher/lower interest expense on floating rate borrowings.

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Effect higher/lower on post tax profit	271	374	262	361

Foreign exchange risk

The group is exposed to foreign exchange risk as follows:

- (i) A foreign investment denominated in rand and the risk of fluctuation will affect the value of investment and fair value reserves.
- (ii) Fluctuations of exchange rate having an impact on the price of sugar as detailed in price risk.

Market risk

The group is exposed to market risk in respect of residential units for sale and commercial units to rental. Management monitors the demand and supplies of the market and decides accordingly to initiate projects.

Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities. Management monitors rolling forecasts of the group's liquidity reserve on the basis of expected cash flow and does not foresee any major liquidity risk over the next two years.

The group's financial liabilities analysed into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date has been disclosed in note 22. All trade and other payables are due within one year.

Notes to the Financial Statements

Year ended June 30, 2011

3 FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

Price risk

Sugar

The group is exposed to risk due to fluctuations in the price of sugar. The risk will affect both the crop proceeds and the standing cane valuation.

Commercial

The group is exposed to fluctuation in the price of residential units and rates for rent of commercial space. Management monitors the rate applicable on the market and prices its products accordingly.

Equity

The group is exposed to equity securities price risk because of investments held by the group and classified on the statement of financial position as available for sale. To manage its price risk arising from investments in equity securities, the group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the group.

Sensitivity analysis

The table below summarises the impact of increases/decreases in the fair value of the investments on the group's other comprehensive income. The analysis is based on the assumptions that the fair value had increased/decreased by 5%.

	Impact on other comprehensive income	
	THE GROUP AND THE COMPANY	
	2011	2010
	Rs'000	Rs'000
<u>Categories of investments:</u>		
Investment in financial assets	3,140	3,755

Credit risk

The group's credit risk is primarily attributable to its trade receivables. The amounts presented on the statement of financial position are net of allowances for doubtful receivables, estimated by management based on prior experience and the current economic environment.

The risk with the sales of sugar from the operations in Mauritius is remote as the company exports its entire production through the Mauritius Sugar Syndicate.

The group has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers. The group has policies in place to ensure that sales of products and services are made to customers with an appropriate credit history.

3.2 Fair value estimation

The fair value of some equity securities traded on active markets is based on quoted market prices at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker or regulatory and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1. Instruments included in level 1 comprise primarily of quoted equity investments classified as available for sale.

The fair value of financial instruments that are not traded on an active market is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on specific estimates.

If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs are not based on observable market data, the instrument is included in level 3.

Notes to the Financial Statements

Year ended June 30, 2011

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values.

The carrying amount of the group's financial assets would be an estimated Rs.15,484,000 (2010: Rs.14,368,000) for the group and Rs.15,481,000 (2010:Rs.14,368,000) for the company lower/ higher in the event the fair values were increased/decreased by 5%.

The fair value of those financial assets and liabilities not presented on the group's statements of financial position at their fair values are not materially different from their carrying amounts.

3.3 Capital risk management

The group's objectives when managing capital are:

- to safeguard the group's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders and
- to provide an adequate return to shareholders by pricing products and services commensurately with level of risk.

The group sets the amount of capital in proportion to risk. The group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

Consistently with others in the industry, the group monitors capital on the basis of the debt-to-adjusted capital ratio. This ratio is calculated as net debt adjusted capital. Net debt is calculated as total debt (as shown on the statement of financial position) less cash in hand and at bank. Adjusted capital comprises all components of equity (ie share capital, non-controlling interests, retained earnings, and revaluation, fair value and other reserves).

The debt-to-adjusted capital ratios at June 30, 2011 and at June 30, 2010 were as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Total debt	687,759	1,504,868	669,336	1,480,600
Less: cash in hand and at bank	(173,405)	(84,279)	(158,609)	(13,563)
Net debt	514,354	1,420,589	510,727	1,467,037
Adjusted capital	13,247,532	9,135,312	13,361,788	10,613,629
Debt-to-adjusted capital ratio	0.04	0.16	0.04	0.14

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

The group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

a) Impairment of available-for-sale financial assets and other assets

The group follows the guidance of IAS 39 in determining when an investment is other-than-temporarily impaired. This determination requires significant judgement. In making this judgement, it evaluates, among other factors, the duration and extent to which the fair value of an investment is less than its cost, and the financial health of and near-term business outlook for the investee, including factors such as industry and sector performance, changes in technology and operational and financing cash flows.

Notes to the Financial Statements

Year ended June 30, 2011

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

Critical accounting estimates and assumptions (continued)

a) Impairment of available-for-sale financial assets and other assets (continued)

Property, plant and equipment and intangible assets are assessed for impairment. Factors taken into consideration in reaching such a decision include the economic viability of the asset itself and where it is a component of a larger economic unit, the viability of that unit itself. Assessment for impairment requires significant judgement.

b) Estimated impairment of goodwill

The group tests annually whether goodwill has suffered any impairment, in accordance with the accounting policy stated in note 2(i). These calculations require the use of estimates.

c) Investment in sugar sector

The Government of Mauritius has submitted a Multi-Annual Adaptation Strategy (2006-2015) plan to the European Union, when the reduction of price of sugar over four years was announced, in view of the negotiations for the accompanying measures. The aim of the plan is to re-engineer the sugar industry so as to reduce production costs and enable Mauritius to retain a competitive sugar sector after the price reduction becomes fully effective.

d) Biological assets

(i) Bearer biological assets

Bearer biological assets have been estimated based on the cost of land preparation and planting costs of bearer canes and cost of purchase of anthurium plants.

(ii) Consumable biological assets

The fair value of consumable biological assets has been arrived at by discounting the present value (PV) of the expected net cash flows from standing canes at the relevant market determined pre-tax rate.

e) Pension benefits

The present value of the pension obligations depend on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost/income for pensions include the discount rate. Any changes in these assumptions will impact the carrying amount of pension obligations.

The group determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the pension obligations. In determining the appropriate discount rate, the group considers the interest rates of high quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating the terms of the related pension liability.

Other key assumptions for pension obligations are based on past and current market conditions. Additional information is disclosed in note 23.

f) Revaluation of property, plant and equipment and investment properties

The group carries its investment properties at fair value, with changes in fair value being recognised in the statement of comprehensive income. In addition, it measures land and buildings at revalued amounts with changes in fair value being recognised in other comprehensive income. The group appointed independent valuation specialists to determine fair value at June 30, 2011. Valuation was made on an open market basis. The valuation exercise requires the use of assumptions.

g) Asset lives and residual values

Property, plant and equipment are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In reassessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and

Notes to the Financial Statements

Year ended June 30, 2011

projected disposal values. Consideration is also given to the extent of current profits and losses on the disposal of similar assets.

The directors, therefore, make estimates based on historical experience and use best judgement to assess the useful lives of assets and to forecast the expected residual values of the assets at the end of their expected useful lives.

h) Fair value of securities not quoted on an active market

The fair value of securities not quoted on an active market may be determined by the group using valuation techniques including recent arm's length transactions, reference to other instruments that are substantially the same, adjusted net asset, capitalised earnings method, dividend yield method and market prices refined to reflect the issuer's specific circumstances, whichever is considered to be appropriate.

The group would exercise judgement and estimates on the quantity and quality of pricing sources used. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Notes to the Financial Statements

Year ended June 30, 2011

5 PROPERTY, PLANT AND EQUIPMENT

THE GROUP

(a) 2011

	Land Rs'000	Buildings Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture & office equipment Rs'000	Road and bridges Rs'000	Total Rs'000
Cost and Valuation							
At July 1, 2010	6,935,572	180,747	147,942	159,343	19,754	5,806	7,449,164
Transfer to non current assets classified as held for sale	(165,762)	-	-	-	-	-	(165,762)
Transfer of assets	-	(2,625)	4,093	5,159	(821)	(5,806)	-
Transfer to investment properties	(495,417)	(47,769)	-	-	-	-	(543,186)
Transfer to VRS infrastructure	(14,245)	-	-	-	-	-	(14,245)
Transfer to deferred income	(1,753)	-	-	-	-	-	(1,753)
Assets written off	-	-	(22,927)	(17,940)	(5,020)	-	(45,887)
Additions	-	56,736	3,434	3,520	9,681	-	73,371
Disposals	(848,241)	(3,974)	-	(9,964)	(459)	-	(862,638)
Acquisition through business combination	7,500	3,262	-	2,706	1,069	-	14,537
Revaluation adjustments	2,220,822	(4,641)	-	-	-	-	2,216,181
At June 30, 2011	7,638,476	181,736	132,542	142,824	24,204	-	8,119,782
Depreciation							
At July 1, 2010	-	31,897	129,010	124,056	16,663	5,079	306,705
Charge for the year	-	7,237	4,223	8,605	2,362	-	22,427
Transfer of assets	-	(2,625)	4,093	4,432	(821)	(5,079)	-
Transfer to investment properties	-	(4,286)	-	-	-	-	(4,286)
Assets written off	-	-	(22,865)	(17,907)	(4,784)	-	(45,556)
Disposals adjustments	-	(390)	-	(8,093)	-	-	(8,483)
Acquisition through business combination	-	716	-	1,194	959	-	2,869
Revaluation adjustments	-	(7,609)	-	-	-	-	(7,609)
At June 30, 2011	-	24,940	114,461	112,287	14,379	-	266,067
Net Book Values							
At June 30, 2011	7,638,476	156,796	18,081	30,537	9,825	-	7,853,715

Borrowings are secured by fixed and floating charges on some of the property, plant and equipment of the group.

The freehold land and buildings of ENL Land Ltd were revalued during the year by International Valuers Ltd (N. Dilmohamed-Certified Practising Valuer).

The valuation was made on the basis of open market value and 75% of the value was booked in the financial statements.

The value of the land and buildings was adjusted to its revalued amount and the resulting surplus was credited to revaluation and other reserves.

Notes to the Financial Statements

Year ended June 30, 2011

5 PROPERTY, PLANT AND EQUIPMENT (continued)

THE GROUP

(b) 2010

	Land Rs'000	Buildings Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture & office equipment Rs'000	Road and bridges Rs'000	Total Rs'000
Cost and Valuation							
At July 1, 2009	2,852,888	108,440	98,565	87,091	4,278	-	3,151,262
Amalgamation adjustments	4,589,170	71,012	46,226	67,883	36,294	5,806	4,816,391
Transfer from non current assets classified as held for sale	43,690	-	-	-	-	-	43,690
Assets written off	-	-	-	-	(24)	-	(24)
Additions	-	1,295	3,151	8,318	352	-	13,116
Disposals	(550,176)	-	-	(3,949)	(21,146)	-	(575,271)
At June 30, 2010	6,935,572	180,747	147,942	159,343	19,754	5,806	7,449,164
Depreciation							
At July 1, 2009	-	13,909	82,654	69,523	3,582	-	169,668
Amalgamation adjustments	-	11,220	42,279	51,088	28,668	5,025	138,280
Charge for the year	-	6,768	4,077	6,536	2,229	54	19,664
Assets written off	-	-	-	-	(24)	-	(24)
Disposals adjustments	-	-	-	(3,091)	(17,792)	-	(20,883)
At June 30, 2010	-	31,897	129,010	124,056	16,663	5,079	306,705
Net Book Values							
At June 30, 2010	6,935,572	148,850	18,932	35,287	3,091	727	7,142,459

Notes to the Financial Statements

Year ended June 30, 2011

5 PROPERTY, PLANT AND EQUIPMENT (continued)

THE COMPANY

(c) 2011

	Land Rs'000	Buildings Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture & office equipment Rs'000	Road and bridges Rs'000	Total Rs'000
Cost and Valuation							
At July 1, 2010	6,985,402	198,465	147,943	157,823	18,785	5,806	7,514,224
Transfer from non current assets classified as held for sale	(165,762)	-	-	-	-	-	(165,762)
Transfer of assets	-	(2,625)	4,093	5,159	(821)	(5,806)	-
Transfer to investment properties	(455,383)	(47,769)	-	-	-	-	(503,152)
Transfer to VRS infrastructure	(14,245)	-	-	-	-	-	(14,245)
Transfer to deferred income	(1,753)	-	-	-	-	-	(1,753)
Additions	-	12,680	3,434	3,520	1,246	-	20,880
Disposals	(848,241)	(3,900)	-	(8,887)	-	-	(861,028)
Assets written off	-	-	(22,927)	(17,940)	(4,976)	-	(45,843)
Revaluation adjustments	2,219,472	(5,928)	-	-	-	-	2,213,544
At June 30, 2011	7,719,490	150,923	132,543	139,675	14,234	-	8,156,865
Depreciation							
At July 1, 2010	-	43,906	129,010	122,738	15,747	5,079	316,480
Charge for the year	-	12,364	4,223	8,285	1,738	-	26,610
Transfer of assets	-	(2,625)	4,093	4,432	(821)	(5,079)	-
Transfer to investment properties	-	(4,286)	-	-	-	-	(4,286)
Disposals adjustments	-	(390)	-	(7,537)	-	-	(7,927)
Assets written off	-	-	(22,865)	(17,907)	(4,743)	-	(45,515)
Revaluation adjustments	-	(6,920)	-	-	-	-	(6,920)
At June 30, 2011	-	42,049	114,461	110,011	11,921	-	278,442
Net Book Values							
At June 30, 2011	7,719,490	108,874	18,082	29,664	2,313	-	7,878,423

The freehold land and buildings of ENL Land Ltd were revalued during the year by International Valuers Ltd (N. Dilmohamed-Certified Practising Valuer).

The valuation was made on the basis of open market value and 75% of the value was booked in the financial statements.

The value of the land and buildings was adjusted to its revalued amount and the resulting surplus was credited to revaluation and other reserves.

Notes to the Financial Statements

Year ended June 30, 2011

5 PROPERTY, PLANT AND EQUIPMENT (continued)

THE COMPANY

(d) 2010

	Land Rs'000	Buildings Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture & office equipment Rs'000	Road and bridges Rs'000	Total Rs'000
Cost and Valuation							
At July 1, 2009	2,852,888	108,968	98,566	85,571	4,200	-	3,150,193
Amalgamation adjustments	4,563,927	88,202	46,226	67,883	35,379	5,806	4,807,423
Transfer from non current assets classified as held for sale	57,584	-	-	-	-	-	57,584
Additions	61,179	1,295	3,151	8,318	352	-	74,295
Disposals	(550,176)	-	-	(3,949)	(21,146)	-	(575,271)
At June 30, 2010	6,985,402	198,465	147,943	157,823	18,785	5,806	7,514,224
Depreciation							
At July 1, 2009	-	14,438	82,654	68,509	3,504	-	169,105
Amalgamation adjustments	-	19,830	42,279	51,088	27,982	5,025	146,204
Charge for the year	-	9,638	4,077	6,232	2,053	54	22,054
Disposals adjustments	-	-	-	(3,091)	(17,792)	-	(20,883)
At June 30, 2010	-	43,906	129,010	122,738	15,747	5,079	316,480
Net Book Values							
At June 30, 2010	6,985,402	154,559	18,933	35,085	3,038	727	7,197,744

Notes to the Financial Statements

Year ended June 30, 2011

5 PROPERTY, PLANT AND EQUIPMENT (continued)

- (e) The group and the company's freehold land and buildings are reflected at revalued amounts. If land and buildings were stated at historical cost, the amounts would be as follows:

	THE GROUP			
	Land		Buildings	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Cost	79,066	85,123	163,320	127,850
Accumulated depreciation	-	-	(51,959)	(70,465)
Net book values	79,066	85,123	111,361	57,385

	THE COMPANY			
	Land		Buildings	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Cost	72,179	85,123	117,791	127,850
Accumulated depreciation	-	-	(50,715)	(70,465)
Net book values	72,179	85,123	67,076	57,385

- (f) Additions include Rs.3,170,000 (2010: Rs.7,800,000) of assets leased under finance leases.

Leased assets comprise of the following:

THE GROUP

2011

	Machinery Rs'000	Motor vehicles Rs'000	Total Rs'000
Cost	2,238	46,716	48,954
Accumulated depreciation	(224)	(22,365)	(22,589)
Net book values	2,014	24,351	26,365

THE COMPANY

2011

	Motor vehicles Rs'000	Total Rs'000
Cost	45,087	45,087
Accumulated depreciation	(21,610)	(21,610)
Net book values	23,477	23,477

THE GROUP AND THE COMPANY

2010

	Motor vehicles Rs'000	Total Rs'000
Cost	41,725	41,725
Accumulated depreciation	(14,994)	(14,994)
Net book values	26,731	26,731

Notes to the Financial Statements

Year ended June 30, 2011

6 DEFERRED EXPENDITURE

THE GROUP

	2011				2010	
	Centralisation	Land development	Land parcelling	Voluntary retirement	Total	Total
	costs Rs'000	projects Rs'000	expenses Rs'000	scheme Rs'000	Rs'000	Rs'000
At July 1,	112,760	152,033	39,180	122,490	426,463	126,517
Amalgamation adjustments	-	-	-	-	-	310,634
Additions	-	1,358	9,462	-	10,820	46,300
Transfer to investment properties	-	(4,664)	-	-	(4,664)	-
Release for the year	-	(64,979)	(15,605)	-	(80,584)	(17,047)
Amortisation for the year	(9,469)	-	-	(48,997)	(58,466)	(40,576)
Transfer from non current assets classified as held for sale	-	-	-	-	-	635
At June 30,	103,291	83,748	33,037	73,493	293,569	426,463

THE COMPANY

	2011			2010	
	Land parcelling	Voluntary retirement	Total	Total	Total
	expenses Rs'000	scheme Rs'000	Rs'000	Rs'000	Rs'000
At July 1,	39,180	122,490	161,670	98,459	98,459
Amalgamation adjustments	-	-	-	99,400	99,400
Additions	9,462	-	9,462	15,732	15,732
Release for the year	(15,605)	-	(15,605)	(17,047)	(17,047)
Amortisation for the year	-	(48,997)	(48,997)	(34,874)	(34,874)
At June 30,	33,037	73,493	106,530	161,670	161,670

Notes to the Financial Statements

Year ended June 30, 2011

7 INVESTMENT PROPERTIES

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Cost				
At July 1,	49,992	15,827	34,425	15,827
Amalgamation adjustments	-	91,897	-	81,411
Transfer from non current assets classified as held for sale	6,256	3,952	-	-
Transfer from property, plant and equipment	543,186	-	503,152	-
Transfer from intangible assets	95,200	-	95,200	-
Transfer from deferred expenditure	4,664	-	-	-
Additions	192,512	30,208	2,734	29,079
Disposals	-	(91,892)	-	(91,892)
Fair value adjustments	1,839,218	-	807,157	-
At June 30,	2,731,028	49,992	1,442,668	34,425
Depreciation				
At July 1,	5,494	6,997	1,512	6,997
Amalgamation adjustments	-	18,952	-	15,179
Charge for the year	658	1,398	218	1,189
Transfer from property, plant and equipment	4,286	-	4,286	-
Disposal adjustments	-	(21,853)	-	(21,853)
Fair value adjustments	(1,730)	-	(1,730)	-
At June 30,	8,708	5,494	4,286	1,512
Net Book Values				
At June 30,	2,722,320	44,498	1,438,382	32,913

The group has pledged the investment properties to secure general borrowing facilities.

The investment properties were valued during the year by International Valuers Ltd (N. Dilmohamed-Certified Practising Valuer) on an open market basis.

Rental income from the investment properties amounted to Rs.31,775,000 (2010 Rs.17,630,000) for the group and Rs.19,345,000 (2009: Rs.16,940,000) for the company. Direct operating expenses arising on the investment properties in the year was Rs. 6,013,000 (2010: Rs. 573,000) for the group.

Gain on disposal of investment property amount to Rs.Nil (2010 Rs.15,544,000).

Notes to the Financial Statements

Year ended June 30, 2011

8 INTANGIBLE ASSETS

THE GROUP

(a) 2011

	Land derocking and preparation costs Rs'000	Milling rights Rs'000	Software Rs'000	Land conversion rights Rs'000	Prepaid lease rental Rs'000	Goodwill Rs'000	Total Rs'000
Cost							
At July 1, 2010	99,733	153,313	1,828	534,427	3,906	-	793,207
Additions	6,040	-	-	-	-	-	6,040
Acquisition through business combination	-	-	43	-	-	-	43
Release on disposal of land	-	-	-	(175,834)	-	-	(175,834)
Transfer to investment properties	-	-	-	(95,200)	-	-	(95,200)
Goodwill arising on acquisition	-	-	-	-	-	9,577	9,577
At June 30, 2011	105,773	153,313	1,871	263,393	3,906	9,577	537,833
Amortisation							
At July 1, 2010	39,283	36,413	1,828	-	391	-	77,915
Acquisition through business combination	-	-	43	-	-	-	43
Charge for the year	12,589	14,890	-	-	39	-	27,518
Goodwill written off	-	-	-	-	-	4,293	4,293
At June 30, 2011	51,872	51,303	1,871	-	430	4,293	109,769
Net Book Values							
At June 30, 2011	53,901	102,010	-	263,393	3,476	5,284	428,064

Impairment test for goodwill: Goodwill is allocated to the company's cash generating units identified according to the business segment.

(b) 2010

	Land derocking and preparation costs Rs'000	Milling rights Rs'000	Software Rs'000	Land conversion rights Rs'000	Prepaid lease rental Rs'000	Total Rs'000
Cost						
At July 1, 2009	80,276	-	844	244,400	-	325,520
Amalgamation adjustments	-	148,819	984	290,027	3,906	443,736
Additions	19,457	-	-	-	-	19,457
Movement during the year	-	4,494	-	-	-	4,494
At June 30, 2010	99,733	153,313	1,828	534,427	3,906	793,207
Amortisation						
At July 1, 2009	28,407	-	844	-	-	29,251
Amalgamation adjustments	-	32,418	984	-	371	33,773
Charge for the year	10,876	3,995	-	-	20	14,891
At June 30, 2010	39,283	36,413	1,828	-	391	77,915
Net Book Values						
At June 30, 2010	60,450	116,900	-	534,427	3,515	715,292

Notes to the Financial Statements

Year ended June 30, 2011

8 INTANGIBLE ASSETS (continued)

THE COMPANY

(c) 2011

	Land derocking and preparation costs Rs'000	Software Rs'000	Land conversion rights Rs'000	Total Rs'000
Cost				
At July 1, 2010	99,733	1,828	290,027	391,588
Additions	6,040	-	-	6,040
Transfer to investment properties	-	-	(95,200)	(95,200)
Release on disposal of land	-	-	(175,834)	(175,834)
At June 30, 2011	105,773	1,828	18,993	126,594
Amortisation				
At July 1, 2010	39,283	1,828	-	41,111
Charge for the year	12,589	-	-	12,589
At June 30, 2011	51,872	1,828	-	53,700
Net Book Values				
At June 30, 2011	53,901	-	18,993	72,894

(d) 2010

	Land derocking and preparation costs Rs'000	Software Rs'000	Land conversion rights Rs'000	Total Rs'000
Cost				
At July 1, 2009	80,276	844	-	81,120
Amalgamation adjustments	-	984	290,027	291,011
Additions	19,457	-	-	19,457
At June 30, 2010	99,733	1,828	290,027	391,588
Amortisation				
At July 1, 2009	28,407	844	-	29,251
Amalgamation adjustments	-	984	-	984
Charge for the year	10,876	-	-	10,876
At June 30, 2010	39,283	1,828	-	41,111
Net Book Values				
At June 30, 2010	60,450	-	290,027	350,477

Notes to the Financial Statements

Year ended June 30, 2011

9 INVESTMENTS IN SUBSIDIARY COMPANIES

THE COMPANY

	2011 Rs'000	2010 Rs'000
Fair value		
At July 1,	644,963	1
Amalgamation adjustments	-	665,927
Additions	18,700	80,896
Fair value adjustments	(61,991)	(101,861)
At June 30,	601,672	644,963

(a) Subsidiary companies comprise of unquoted companies. The fair value of these securities has been determined by Ernst & Young based on adjusted net asset value. In assessing the fair value of these securities, assumptions have been made based on market conditions existing at the end of each reporting date.

(b) The subsidiary companies are as follows:

	Class of share held	Year End	Stated Capital Rs.	Percentage holding 2011		Percentage holding 2010		Country of incorporation and operation	Main Business
				Direct	Indirect	Direct	Indirect		
The Savannah Sugar Milling Company Limited	Ordinary	June, 30	138,188,000	80.00%	-	80.00%	Mauritius	Investment company	
Savi Shop Ltd	Ordinary	June, 30	300,000	100.00%	-	100.00%	Mauritius	Dormant	
Savannah Properties Limited	Ordinary	June, 30	1,000	100.00%	-	100.00%	Mauritius	Property developer	
Société Du Courlis	Parts	June, 30	7,000,000	66.66%	-	66.66%	Mauritius	Property rental	
Mon Désert Alma Sugar Milling Company Limited	Ordinary	June, 30	218,017,000	80.00%	-	80.00%	Mauritius	Sugar milling	
MDA Properties Ltd	Ordinary	June, 30	853,711,000	50.11%	-	55.20%	Mauritius	Property developer	
The Gardens of Bagatelle Ltd	Ordinary	June, 30	1,000	100.00%	-	100.00%	Mauritius	Property development management	
Helvetia Sport Ltd	Ordinary	June, 30	35,000,000	28.57%	42.86%	28.57%	Mauritius	Sport complex	
Bagaprop Limited	Ordinary	June, 30	1,000	100.00%	-	100.00%	Mauritius	Investment company	
Agrex Limited	Ordinary	June, 30	1,000,000	100.00%	-	-	Mauritius	Sale of anthurium flowers	
Soled Limited	Ordinary	June, 30	25,000	-	100.00%	-	Mauritius	Cultivation and sale of anthurium flowers	
Anthurium and Orchids Limited	Ordinary	June, 30	7,000,000	100.00%	-	-	Mauritius	Rental of office and shade houses	
Exotiflors Limited	Ordinary	June, 30	1,000,000	-	100.00%	-	Mauritius	Dormant	
Valetta Locoshed Offices Limited	Ordinary	June, 30	100	100.00%	-	-	Mauritius	Rental of building	
The Old Factory Ltd	Ordinary	June, 30	100	100.00%	-	-	Mauritius	Rental of building	
Les Allées d'Helvetia Commercial Centre Limited	Ordinary	June, 30	100	-	100.00%	-	Mauritius	Rental of commercial space	
Kendra Saint Pierre Limited	Ordinary	June, 30	100	-	100.00%	-	Mauritius	Rental of commercial space	
Enquickfix Limited	Ordinary	June, 30	1,000	100.00%	-	-	Mauritius	Facility management for offices and commercial centres	
ENL House Limited	Ordinary	June, 30	100	100.00%	-	-	Mauritius	Owner of property	
ENL Agri Limited	Ordinary	June, 30	1,000	100.00%	-	-	Mauritius	Carry on and promote agricultural activities	

Notes to the Financial Statements

Year ended June 30, 2011

10 INVESTMENTS IN ASSOCIATED COMPANIES

(a) (i) THE GROUP

	2011 Rs'000	2010 Rs'000
At July 1,	1,795,837	1,202,060
Amalgamation adjustments	-	472,654
Additions	9,065	1
Movement in reserves of associated companies	(155,055)	68,333
Share of retained profits of associated companies	127,178	52,789
At June 30,	1,777,025	1,795,837

Made up as follows:

	2011 Rs'000	2010 Rs'000
- Share of net assets	1,777,025	1,795,837

(a) (ii) The associated companies are as follows:

Name of company	Year end	Country of incorporation and operation	Class of share held	% Holding		Assets Rs'000	Liabilities Rs'000	Profit/ (loss) Rs'000	Turnover Rs'000	Fair value of listed and DEM listed associates Rs'000
				Direct	Indirect					
2011										
Emerald (Mtius) Ltd	June 30, 2011	Mauritius	Ordinary	50.00%	-	-	10,079	(21)	-	-
Espral Limited	June 30, 2011	Mauritius	Ordinary	50.00%	-	64,292	20,079	12,431	49,597	-
Société Usinière Du Sud	December 31, 2010	Mauritius	Parts	-	24.00%	-	-	-	-	-
Sud Concassage Limitée	June 30, 2011	Mauritius	Ordinary	25.00%	-	61,044	17,468	20,443	108,983	-
ENL Investment Ltd	June 30, 2011	Mauritius	Ordinary	28.35%	-	5,262,759	658,595	85,545	126,810	981,133
Plastinax Austral Limitée	June 30, 2011	Mauritius	Ordinary	30.86%	-	208,002	252,728	(5,628)	215,311	-
ESP Landscapers Ltd	June 30, 2011	Mauritius	Ordinary	40.00%	-	59,611	43,026	5,046	122,710	-
SB Cattle Ltd	June 30, 2011	Mauritius	Ordinary	50.00%	-	6,538	7,881	(309)	116	-
Les Villas De Bel Ombre Ltée*	June 30, 2011	Mauritius	Ordinary	40.00%	-	1,685,322	1,395,879	172,458	1,553,155	-
2010										
Emerald (Mtius) Ltd	June 30, 2010	Mauritius	Ordinary	50.00%	-	-	10,058	(13)	-	-
Espral Limited	June 30, 2010	Mauritius	Ordinary	50.00%	-	50,490	13,611	342	43,131	-
Société Usinière Du Sud	December 31, 2009	Mauritius	Parts	-	24.00%	-	-	-	-	-
Sud Concassage Limitée	June 30, 2010	Mauritius	Ordinary	25.00%	-	56,921	19,286	9,483	71,710	-
ENL Investment Ltd	June 30, 2010	Mauritius	Ordinary	28.35%	-	4,588,042	201,774	103,367	138,978	893,051
Plastinax Austral Limitée	June 30, 2010	Mauritius	Ordinary	49.31%	-	167,793	233,665	(23,819)	173,312	-
ESP Landscapers Ltd	June 30, 2010	Mauritius	Ordinary	40.00%	-	52,055	40,518	5,571	87,908	-
SB Cattle Ltd	June 30, 2010	Mauritius	Ordinary	50.00%	-	7,384	4,090	(933)	-	-

* Les Villas De Bel Ombre Ltée was acquired by the company on July 01, 2010.

(iii) For companies with non co-terminous year end, management accounts to June 30 have been taken in the consolidated financial statements.

(b) THE COMPANY

	2011 Rs'000	2010 Rs'000
At July 1,	1,324,820	975,410
Amalgamation adjustments	-	429,423
Transfer to subsidiary companies	-	(3,585)
Additions	9,065	-
Fair value adjustments	76,159	(76,428)
At June 30,	1,410,044	1,324,820

Notes to the Financial Statements

Year ended June 30, 2011

10 INVESTMENTS IN ASSOCIATED COMPANIES (continued)

- (c) Investment in associated companies comprise of DEM quoted and unquoted securities. The fair value of these securities has been determined by Ernst & Young based on adjusted net asset value and capitalised earnings. In assessing the fair value of the securities, assumptions have been made on the basis of market conditions existing at the end of each reporting date.

11 INVESTMENT IN JOINTLY CONTROLLED ENTITY

(a) THE GROUP

	2011 Rs'000	2010 Rs'000
At July 1,	274,414	-
Additions	716,700	276,196
Share of retained profit/(loss) in jointly controlled entity	176,794	(1,782)
Other movement	89,076	-
At June 30,	1,256,984	274,414

(b) THE COMPANY

	2011 Rs'000	2010 Rs'000
At July 1,	276,196	-
Additions	716,700	276,196
Fair value adjustments	11,187	-
At June 30,	1,004,083	276,196

- (c) Additional information of the jointly controlled entity is as follows;

Name of company	Country of incorporation and operation	Class of share held	Year end	% Holding	
				2011	2010
Mall of (Mauritius) at Bagatelle Ltd	Mauritius	Ordinary	June 30,	50.1%	50.1%

Other details of the joint venture is as follows:

	2011 Rs'000	2010 Rs'000
Assets	3,819,974	768,024
Liabilities	1,489,019	189,688
Turnover	-	-
Profit/(Loss)	352,882	(3,556)

Notes to the Financial Statements

Year ended June 30, 2011

12 INVESTMENTS IN FINANCIAL ASSETS

(a) THE GROUP

	2011					2010
	SEM listed Rs'000	DEM listed Rs'000	Unquoted Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
At July 1,	29,326	45,770	283,938	3,426	362,460	45,432
Amalgamation adjustments	-	-	-	-	-	60,488
Acquisition through business combination	-	-	-	66	66	-
Additions	-	-	-	1	1	275,092
Disposals	(29,326)	-	-	-	(29,326)	-
Fair value adjustments	-	17,030	22,245	-	39,275	(18,552)
At June 30,	-	62,800	306,183	3,493	372,476	362,460

THE COMPANY

	2011					2010
	SEM listed Rs'000	DEM listed Rs'000	Unquoted Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
At July 1,	29,326	45,770	283,938	3,426	362,460	45,432
Amalgamation adjustments	-	-	-	-	-	60,488
Additions	-	-	-	1	1	275,092
Disposals	(29,326)	-	-	-	(29,326)	-
Fair value adjustments	-	17,030	22,245	-	39,275	(18,552)
At June 30,	-	62,800	306,183	3,427	372,410	362,460

(b) THE GROUP

	Level 1 Rs'000	Level 2 Rs'000	Level 3 Rs'000	Total Rs'000
<u>At June 30, 2011</u>				
Available for sale financial assets	62,800	-	309,676	372,476

THE COMPANY

	Level 1 Rs'000	Level 2 Rs'000	Level 3 Rs'000	Total Rs'000
<u>At June 30, 2011</u>				
Available for sale financial assets	62,800	-	309,610	372,410

THE GROUP AND THE COMPANY

	Level 1 Rs'000	Level 2 Rs'000	Level 3 Rs'000	Total Rs'000
<u>At June 30, 2010</u>				
Available for sale financial assets	75,096	-	287,364	362,460

Investment included in level 1 comprise primarily of quoted equity investments which have been valued on closing market prices. If all significant inputs required to fair value an investment are observable, the instrument is included in level 2. If one or more of the significant inputs are not based on observable market data, the investment is included in level 3.

Further information is presented in note 3.2.

Notes to the Financial Statements

Year ended June 30, 2011

12 INVESTMENTS IN FINANCIAL ASSETS (continued)

- (c) Available-for-sale investments in securities comprise of SEM listed, DEM listed and unquoted equity securities. The fair value of these securities have been determined by Ernst & Young based on market prices, net asset value as appropriate. In assessing the fair value of the securities, assumptions have been made based on market conditions existing at the end of each reporting period.
- (d) The table below shows the changes in level 3 instrument for the year ended June 30, 2011 and 2010.

Available-for-sale equity securities

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	287,364	5,590	287,364	5,590
Amalgamation adjustment	-	5,956	-	5,956
Acquisition through business combination	66	-	-	-
Additions	1	275,092	1	275,092
Fair value gain	22,245	726	22,245	726
At June 30, 2011	309,676	287,364	309,610	287,364

- (e) Bank borrowings are secured on some of the investments of the group.
- (f) All investments in financial assets are denominated in rupees.
- (g) None of the financial assets are impaired.

13 BEARER BIOLOGICAL ASSETS

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Cost				
At July 1,	278,970	150,378	278,970	150,378
Amalgamation adjustments	-	125,315	-	125,315
Assets fully amortised written off	(32,751)	(26,400)	(32,751)	(26,400)
Acquisition through business combination	1,232	-	-	-
Additions	7,705	29,677	7,286	29,677
At June 30,	255,156	278,970	253,505	278,970
Amortisation				
At July 1,	147,246	82,252	147,246	82,252
Amalgamation adjustments	-	66,725	-	66,725
Assets fully amortised written off	(32,751)	(26,400)	(32,751)	(26,400)
Charge for the year	33,121	24,669	33,121	24,669
At June 30,	147,616	147,246	147,616	147,246
Net Book Values				
At June 30,	107,540	131,724	105,889	131,724

Notes to the Financial Statements

Year ended June 30, 2011

14 NON CURRENT RECEIVABLES

THE GROUP AND THE COMPANY

	2011 Rs'000	2010 Rs'000
8% Debentures	36	36
Procured loan (Note (a))	294,978	338,398
	295,014	338,434

- (a) procured loan consists of a long term loan bearing interest at a rate of 4% above LIBOR and with repayment terms to be resolved by the board of directors. The loan is denominated in USD.

15 CONSUMABLE BIOLOGICAL ASSETS

THE GROUP AND THE COMPANY

Fair Value	2011				2010
	Standing cane Rs'000	Palm trees Rs'000	Nursery Rs'000	Total Rs'000	Total Rs'000
At July 1,	227,362	5,456	9,999	242,817	166,060
Amalgamation adjustments	-	-	-	-	152,989
Changes in fair value	52,573	881	(361)	53,093	(76,232)
At June 30,	279,935	6,337	9,638	295,910	242,817

16 INVENTORIES

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Spare parts, fertilisers and other consumables	11,641	12,264	11,349	12,264
Livestock	960	960	960	960
	12,601	13,224	12,309	13,224

Borrowings are secured by floating charges on part of the inventories. Inventories expensed in the statement of comprehensive income amount to Rs.305,609,000 for the group (2010: 176,117,000) and Rs.301,433,000 (2010: Rs.176,117,000) for the company.

17 TRADE AND OTHER RECEIVABLES

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Trade receivables	24,657	39,113	15,572	15,458
Less: provision for impairment	(2,441)	(1,605)	(1,194)	(1,194)
	22,216	37,508	14,378	14,264
Other receivables and prepayments	151,988	128,581	72,520	71,813
	174,204	166,089	86,898	86,077

Notes to the Financial Statements

Year ended June 30, 2011

17 TRADE AND OTHER RECEIVABLES (continued)

Movement in the provision for impairment of trade receivables is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 01,	(1,605)	(411)	(1,194)	-
Amalgamation adjustments	-	(1,194)	-	(1,194)
Provision for impairment	(836)	-	-	-
At June 30	(2,441)	(1,605)	(1,194)	(1,194)

As at June 30, 2011, trade receivables as shown above were impaired. The amount of provision for impairment was Rs.2.4 million as of June 30, 2011 (2010:Rs.1.6 million) for the group and Rs.1.2m (2010:Rs.1.2 million) for the company. The individually impaired receivables mainly related to receivables with overdue balances. It was assessed that a portion of the receivables is expected to be recovered. The ageing of these receivables is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
3 to 6 months	175	-	-	-
Over 6 months	2,516	2,016	1,194	1,194
	2,691	2,016	1,194	1,194

As at June 30, 2011, trade receivables of Rs. 4 million (2010: Nil) and nil for the company were past due but not impaired.

These relate to a number of independent customers for whom there is no recent history of default. The age analysis of these trade receivables is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
3 to 6 months	1,052	-	-	-
Over 6 months	2,943	-	-	-
	3,995	-	-	-

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivables mentioned above. The group does not hold any collateral as security.

The carrying amounts of trade and other receivables are denominated in the following currency:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Rupees	166,967	166,089	81,830	86,077
Euro	697	-	-	-
USD	5,927	-	5,068	-
ZAR	613	-	-	-
	174,204	166,089	86,898	86,077

Trade and other receivables approximate their fair values.

Notes to the Financial Statements

Year ended June 30, 2011

18 RECEIVABLE FROM GROUP COMPANIES

(a) THE GROUP

	2011 Rs'000	2010 Rs'000
Holding company	4,877	2,205
Fellow subsidiaries	37,988	140,643
Associated companies	16,110	9,787
	58,975	152,635

(b) THE COMPANY

	2011 Rs'000	2010 Rs'000
Holding company	4,873	2,205
Subsidiaries	1,552,686	1,399,870
Fellow subsidiaries	12,352	140,643
Associated companies	15,904	9,787
	1,585,815	1,552,505

The carrying amounts of amounts receivable from group companies are denominated in Mauritian rupees and none of the above receivables are either past due or impaired.

19 NON CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	16,279	40,034	-	-
Amalgamation adjustments	-	25,282	-	57,584
Additions	13,319	5,706	12,600	-
Disposals	-	(6,466)	-	-
Transfer from/(to) property, plant & equipment	165,762	(43,690)	165,762	(57,584)
Transfer to investment properties	(6,256)	(3,952)	-	-
Transfer to deferred expenditure	(42,106)	(635)	-	-
At June 30,	146,998	16,279	178,362	-

20 SHARE CAPITAL AND TREASURY SHARES

Issued and fully paid

(a) Number of shares

2011

(i) Ordinary Shares	Share capital	Treasury shares	Total
At July 1, 2010	10,031,901	(6,939)	10,024,962
Issue of bonus shares	200,499,240	-	200,499,240
Cancellation of treasury shares	(6,939)	6,939	-
At June 30, 2011	210,524,202	-	210,524,202
(ii) Redeemable preference shares			
Issue of redeemable preference shares during the year and as at June 30, 2011	23,339,257	-	23,339,257

Notes to the Financial Statements

Year ended June 30, 2011

20 SHARE CAPITAL AND TREASURY SHARES (continued)

<u>2010</u>			
(i) <u>Ordinary Shares</u>	Share capital	Treasury shares	Total
At July 1, 2009	4,392,036	-	4,392,036
Shares bought back by the company	-	(6,939)	(6,939)
Issue of shares on amalgamation	5,639,865	-	5,639,865
At June 30, 2010	10,031,901	(6,939)	10,024,962
(b) Value of shares			
<u>2011</u>			
(i) <u>Ordinary Shares</u>	Share capital Rs'000	Treasury shares Rs'000	Total Rs'000
At July 1, 2010	98,783	(2,295)	96,488
Issue of bonus shares(note (c))	5,000,000	-	5,000,000
Cancellation of treasury shares	(2,295)	2,295	-
At June 30, 2011	5,096,488	-	5,096,488
(ii) Redeemable preference shares			
Issue of redeemable preference shares during the year and at June 31, 2011 (note (d))	933,570	-	933,570
Total	6,030,058	-	6,030,058
<u>2010</u>			
(i) <u>Ordinary Shares</u>	Share capital Rs'000	Treasury shares Rs'000	Total Rs'000
At July 1, 2009	43,920	-	43,920
Shares bought back by the company (note (e))	-	(2,295)	(2,295)
Issue of shares on amalgamation	54,863	-	54,863
At June 30, 2010	98,783	(2,295)	96,488
(c) On September 30, 2010, the company made a bonus issue of 200,499,240 ordinary shares.			
(d) On December 27, 2010, the company made a rights issue of 23,339,257 non voting convertible redeemable preference shares at Rs.40 each. Each preference shares confers on the holder thereof:			
(i) No right to receive notice of, or attend or vote on a poll at general meetings of the company.			
(ii) The right to vote at class meetings of preference shareholders and on a poll at such meetings to cast one vote for each preference share held.			
(iii) A fixed preferential cumulative dividend on regards each financial year, payable out of the profits of the company resolved to be distributed in respect of that year at the rate of 7% per annum on the capital, that is, a cumulative dividend of Rs.2.80 per preference share in each financial year.			
The holders of preference shares shall have the right, between December 1, 2011 and December 15, 2011, to convert all or any of the said shares held by them into ordinary shares of the company, in the proportion of one ordinary share for each preference share held, such converted shares to rank "pari passu" in all respects with the existing ordinary shares in the capital of the company.			
The company shall be entitled at any time as from December 1, 2015 to redeem, at the issue price, all or any part, on a pro-rata basis, the said preference shares which would not have been converted and for the time being outstanding, together with a sum equal to the fixed preferential dividend thereon, if any, out of any moneys which may lawfully be applied for that purpose.			
(e) On December 30, 2009 the company amalgamated with Mon Desert Alma Ltd (MDA). On the effective date of amalgamation, each MDA shareholder was entitled to 2.57 ordinary shares of ENL Land Ltd (previously, The Savannah Sugar Estates Company Limited) for each ordinary share of MDA held.			
Following the amalgamation, all MDA shares were cancelled and ENL Land Ltd issued 5,639,865 ordinary shares of no par value to MDA shareholders.			
Shares for a total consideration of Rs 2.295m were bought back from a dissenting shareholder of MDA and held as treasury shares. The shares were cancelled by the company in 2011.			

Notes to the Financial Statements

Year ended June 30, 2011

21 OTHER COMPREHENSIVE INCOME

(a) THE GROUP

	Capital reserves Rs'000	Reserves associated companies Rs'000	Fair value reserve and revaluation surplus on property, plant and equipment Rs'000	Total Rs'000
At July 1, 2010	4,576	989,555	7,168,449	8,162,580
<i>Other comprehensive income</i>				
Change in net assets of associated companies	-	(41,049)	-	(41,049)
Fair value adjustments	-	-	39,275	39,275
Release to income on sale of investments	-	-	8,041	8,041
Surplus on revaluation of land and building	-	-	2,223,790	2,223,790
Deferred tax arising on revaluation of land and building	-	-	(786,886)	(786,886)
	-	(41,049)	1,484,220	1,443,171
<i>Other movements</i>				
Transfer to retained earnings on disposal of land	-	-	(848,350)	(848,350)
Issue of bonus shares	-	-	(5,000,000)	(5,000,000)
	-	-	(5,848,350)	(5,848,350)
At June 30, 2011	4,576	948,506	2,804,319	3,757,401
At July 1, 2009	4,576	665,873	3,078,505	3,748,954
<i>Other comprehensive income</i>				
Change in net assets of associated companies	-	63,407	-	63,407
Fair value adjustments	-	-	(18,552)	(18,552)
	-	63,407	(18,552)	44,855
<i>Other movements</i>				
Amalgamation adjustments	-	260,275	4,654,476	4,914,751
Transfer to retained earnings on disposal of land	-	-	(545,980)	(545,980)
	-	260,275	4,108,496	4,368,771
At June 30, 2010	4,576	989,555	7,168,449	8,162,580

(b) THE COMPANY

	Capital reserves Rs'000	Reserves associated companies Rs'000	Fair value reserve and revaluation surplus on property, plant and equipment Rs'000	Total Rs'000
At July 1, 2010	2,926	114,705	7,856,649	7,974,280
<i>Other comprehensive income</i>				
Fair value adjustments	-	-	64,630	64,630
Release to income on sale of investments	-	-	8,041	8,041
Release to income on impairment of investment	-	-	20,986	20,986
Surplus on revaluation of land and building	-	-	2,220,464	2,220,464
Deferred tax arising on revaluation of land and building	-	-	(785,716)	(785,716)
	-	-	1,528,405	1,528,405
<i>Other movements</i>				
Issue of bonus shares	-	-	(5,000,000)	(5,000,000)
Transfer to retained earnings on disposal of land	-	-	(847,979)	(847,979)
	-	-	(5,847,979)	(5,847,979)
At June 30, 2011	2,926	114,705	3,537,075	3,654,706
At July 1, 2009	2,926	114,705	3,623,864	3,741,495
<i>Other comprehensive income</i>				
Fair value adjustments	-	-	(196,841)	(196,841)
	-	-	(196,841)	(196,841)
<i>Other movements</i>				
Amalgamation adjustments	-	-	4,979,286	4,979,286
Transfer to retained earnings on disposal of land	-	-	(549,660)	(549,660)
	-	-	4,429,626	4,429,626
At June 30, 2010	2,926	114,705	7,856,649	7,974,280

Notes to the Financial Statements

Year ended June 30, 2011

22 BORROWINGS

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Current				
Bank overdrafts	998	327,158	4	304,271
Portion of long term loans repayable within one year	350,542	435,237	350,009	434,704
Finance lease liabilities (note 22(c))	8,439	8,490	7,948	8,242
	359,979	770,885	357,961	747,217
Non-current				
Loans (note 22(b))	312,821	715,182	298,253	714,581
Finance lease liabilities (note 22(c))	14,959	18,801	13,122	18,802
Non-current borrowings	327,780	733,983	311,375	733,383
Total borrowings	687,759	1,504,868	669,336	1,480,600

(a) The borrowings include secured liabilities amounting to Rs. 687,759,000 for the group and Rs. 669,336,000 for the company (2010: Rs. 1,504,868,000 for the group and Rs. 1,480,600,000 for the company). The bank borrowings are secured over certain assets of the company. The rates of interest on these loans vary between Libor one month plus 2.00% and 12.00%. Lease liabilities are effectively secured as the rights to the leased asset revert to the lessor in the event of default.

(b) Loan capital repayable by instalments

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
- after one year and before two years	54,929	87,693	54,647	87,260
- after two years and before three years	44,741	146,349	44,741	146,181
- after three years and before five years	84,667	189,302	82,108	189,302
- after five years	128,484	291,838	116,757	291,838
Total	312,821	715,182	298,253	714,581

(c) Finance lease liabilities - minimum lease payments

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
- not later than one year	10,526	11,065	9,799	10,807
- after one year and before two years	8,677	9,181	8,115	9,181
- after two years and before three years	4,410	7,498	4,410	7,498
- after three years and before five years	3,694	5,008	2,113	5,008
	27,307	32,752	24,437	32,494
Future finance charges on finance leases	(3,909)	(5,461)	(3,367)	(5,450)
	23,398	27,291	21,070	27,044

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
The present value of finance lease liabilities may be analysed as follows:				
- not later than one year	8,439	8,490	7,948	8,242
- after one year and before two years	7,171	7,514	7,089	7,514
- after two years and before three years	4,021	6,617	4,021	6,617
- after three years and before five years	3,496	4,670	2,012	4,671
- after five years	271	-	-	-
	23,398	27,291	21,070	27,044

The group leases motor vehicles under finance leases. The lease have purchase options on termination. There are no restrictions imposed on the group by lease arrangements.

Notes to the Financial Statements

Year ended June 30, 2011

22 BORROWINGS (continued)

(d) The effective interest rates at the end of the reporting period were as follows:

THE GROUP

	2011			2010		
	RS	EURO	USD	RS	EURO	USD
Bank overdrafts	8.375% - 10.375%	-	-	8.375% - 10.375%	-	-
Bank loan	6.5% - 12.5%	-	2.185%	6.5% - 12.5%	1.74%	2.35%
Finance lease liabilities	10% - 10.5%	-	-	10% - 10.5%	-	-

THE COMPANY

	2011			2010		
	RS	EURO	USD	RS	EURO	USD
Bank overdrafts	8.375% - 10.375%	-	-	8.375% - 10.375%	-	-
Bank loan	6.5% - 12.5%	-	2.185%	6.5% - 12.5%	1.74%	2.35%
Finance lease liabilities	10% - 10.5%	-	-	10% - 10.5%	-	-

(e) The carrying amount of non-current borrowings are not materially different from their fair values.

(f) Borrowings are denominated in the following currencies:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Rupees	346,441	1,160,270	328,018	1,136,002
Zar	118,541	-	118,541	-
Usd	222,777	344,598	222,777	344,598
	687,759	1,504,868	669,336	1,480,600

(g) Non current borrowings can be analysed as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
- After one year and before five years Loans	184,337	423,344	181,496	422,743
- After two years and before three years Loans	44,741	146,349	44,741	146,181
- After three years Loans	213,151	694,291	198,865	481,140

23 RETIREMENT BENEFIT OBLIGATIONS

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Amounts recognised on the statements of financial position:				
Pension benefits (note 23(a)(ii))	92,144	94,791	92,144	94,791
Other post retirement benefits (note 23(b)(i))	82,670	73,726	82,016	73,726
	174,814	168,517	174,160	168,517
Charged to statement of comprehensive income:				
Pension benefits (note 23(a)(v))	15,045	15,397	15,045	15,397
Other post retirement benefits (note 23(b)(iv))	9,882	8,516	9,810	8,516
	24,927	23,913	24,855	23,913

Notes to the Financial Statements

Year ended June 30, 2011

23 RETIREMENT BENEFIT OBLIGATIONS (continued)

(a) **Pension benefits**

(i) The assets of the fund are held independently and administered by the Sugar Industry Pension Fund and an insurance company.

(ii) The amounts recognised on the statements of financial position are as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Present value of funded obligations	227,895	204,102	227,895	204,102
Fair value of plan assets	(120,445)	(107,272)	(120,445)	(107,272)
	107,450	96,830	107,450	96,830
Unrecognised actuarial gain	(15,306)	(2,039)	(15,306)	(2,039)
Liability on the statements of financial position	92,144	94,791	92,144	94,791

(iii) The movement in the defined benefit obligations is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	204,102	90,420	204,102	90,420
Amalgamation adjustment	-	104,629	-	104,629
Current service cost	5,857	5,541	5,857	5,541
Employee contributions	1,442	1,281	1,442	1,281
Interest cost	20,662	18,701	20,662	18,701
Benefits paid	(15,020)	(16,470)	(15,020)	(16,470)
Liability loss	10,852	-	10,852	-
At June 30,	227,895	204,102	227,895	204,102

(iv) The movement in the fair value of plan assets is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	107,272	41,936	107,272	41,936
Amalgamation adjustment	-	45,990	-	45,990
Expected return on plan assets	11,474	8,845	11,474	8,845
Employer contributions	17,692	16,266	17,692	16,266
Employee contributions	1,442	1,281	1,442	1,281
Benefits paid	(15,020)	(16,470)	(15,020)	(16,470)
Asset (loss)/gain	(2,415)	9,424	(2,415)	9,424
At June 30,	120,445	107,272	120,445	107,272

(v) The amounts recognised on the statements of comprehensive income are as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Current service cost	5,857	5,541	5,857	5,541
Interest cost	20,662	18,701	20,662	18,701
Expected return on plan assets	(11,474)	(8,845)	(11,474)	(8,845)
Total included in employee benefit expense	15,045	15,397	15,045	15,397
Actual return on plan assets	9,059	18,269	9,059	18,269

Notes to the Financial Statements

Year ended June 30, 2011

23 RETIREMENT BENEFIT OBLIGATIONS (continued)

(a) Pension benefits (continued)

(vi) Distribution of plan assets:

THE GROUP AND THE COMPANY

	2011 %	2010 %
Percentage of assets at the end of the year were as follows:		
Local equities	32	30
Local bonds	13	6
Property	18	22
Loan and fixed deposits	11	17
Cash and others	-	2
Overseas bonds and equities	26	23
Total	100	100

(vii) Expected contributions to post-employment benefit plans for the year ending June 30, 2012 are Rs.17,692,000.

(viii) History of obligations, assets and experience adjustments:

THE GROUP

	2011 Rs'000	2010 Rs'000	2009 Rs'000	2008 Rs'000	2007 Rs'000
Present value of defined benefit obligations	(227,895)	(204,102)	(90,420)	(90,292)	(83,182)
Fair value of plan assets	120,445	107,272	41,936	54,827	50,855
Deficit	(107,450)	(96,830)	(48,484)	(35,465)	(32,327)
Asset experience (loss)/gain	(2,415)	9,424	(14,368)	(1,063)	6,910
Liability experience loss/(gain)	10,852	-	(272)	(5,847)	(6,525)

THE COMPANY

	2011 Rs'000	2010 Rs'000	2009 Rs'000	2008 Rs'000	2007 Rs'000
Present value of defined benefit obligations	227,895	(204,102)	(90,420)	(90,292)	(83,182)
Fair value of plan assets	(120,445)	107,272	41,936	54,827	50,855
Deficit	107,450	(96,830)	(48,484)	(35,465)	(32,327)
Asset experience (loss)/gain	(2,415)	9,424	(14,368)	(1,063)	6,910
Liability experience loss/(gain)	10,852	-	(272)	(5,847)	(6,525)

(ix) The principal actuarial assumptions at end of year were as follows:

THE GROUP AND THE COMPANY

	2011 %	2010 %
Discount rate	10.00	10.50
Expected rate of return on plan assets	10.00	10.50
Future salary increase	7.00	7.00
Future pension increases	3.00	4.00

Notes to the Financial Statements

Year ended June 30, 2011

23 RETIREMENT BENEFIT OBLIGATIONS (continued)

(b) Other post retirement benefits

Other post retirement benefits comprise mainly of retirement gratuities payable under the Employment Rights Act and other benefits.

(i) The amounts recognised on the statements of financial position are as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Present value of unfunded obligations	80,466	67,292	80,117	67,292
Unrecognised actuarial gain	2,204	6,434	1,899	6,434
Liability on the statements of financial position	82,670	73,726	82,016	73,726

(ii) The movement in the defined benefit obligations is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	67,292	36,826	67,292	36,826
Amalgamation adjustment	-	22,247	-	22,247
Effect of business combination	385	-	-	-
Current service cost	2,806	2,663	2,822	2,663
Interest cost	7,023	5,891	6,988	5,891
Benefits paid	(1,520)	(335)	(1,520)	(335)
Actuarial gain	(55)	-	-	-
Liability loss	4,535	-	4,535	-
At June 30,	80,466	67,292	80,117	67,292

(iii) The movement in the fair value of plan assets is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	-	-	-	-
Employer contributions	1,520	335	1,520	335
Benefits paid	(1,520)	(335)	(1,520)	(335)
At June 30,	-	-	-	-

(iv) The amounts recognised on the statements of comprehensive income are as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Current service cost	2,806	2,663	2,822	2,663
Interest cost	7,023	5,891	6,988	5,891
Actuarial loss/(gain) recognised	53	(38)	-	(38)
Total included in staff costs	9,882	8,516	9,810	8,516

(v) Expected contributions for the year ending June 30, 2012 amount to Rs.1,611,000 for the Group and the Company.

Notes to the Financial Statements

Year ended June 30, 2011

23 RETIREMENT BENEFIT OBLIGATIONS (continued)

(b) Other post retirement benefits (continued)

(vi) History of obligations, assets and experience adjustments:

THE GROUP

	2011 Rs'000	2010 Rs'000	2009 Rs'000	2008 Rs'000	2007 Rs'000
Present value of defined benefit obligations	80,466	(67,292)	(36,826)	(32,099)	(63,596)
Liability experience loss/(gain)	4,535	-	(185)	-	-

THE COMPANY

	2011 Rs'000	2010 Rs'000	2009 Rs'000	2008 Rs'000	2007 Rs'000
Present value of defined benefit obligations	80,117	(67,292)	(36,826)	(32,099)	(63,596)
Liability experience loss/(gain)	4,535	-	(185)	-	-

(vii) The principal actuarial assumptions at end of year were as follows:

THE GROUP AND THE COMPANY

	2011 %	2010 %
Discount rate	10.00	10.00
Expected return on plan assets	10.00	10.50
Future salary increases	7.00	7.00
Future pension increases	3.00	4.00

24 DEFERRED INCOME

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Land conversion rights	244,400	244,400	-	-
Prepaid rentals	57,034	29,263	57,034	29,263
	301,434	273,663	57,034	29,263

25 TRADE AND OTHER PAYABLES

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Trade payables	19,475	53,082	15,792	13,703
Accruals and other payables	473,268	529,196	224,958	151,639
Infrastructure costs accrued	62,017	160,476	62,017	160,476
Centralisation costs accrued	8,004	8,004	-	-
	562,764	750,758	302,767	325,818

The carrying amount of trade and other payables approximate their fair values.

Notes to the Financial Statements

Year ended June 30, 2011

26 PAYABLE TO GROUP COMPANIES

(a) THE GROUP

	2011			2010
	Loans Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
Holding company	2,300	2,278	4,578	2,953
Fellow subsidiaries	-	371	371	-
Associates	10,000	16,849	26,849	13,440
	12,300	19,498	31,798	16,393

(b) THE COMPANY

	2011			2010
	Loans Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
Holding company	-	-	-	632
Subsidiaries	54,700	4,016	58,716	50,366
Associates	10,000	14,996	24,996	10,602
	54,700	19,012	83,712	61,600

The carrying amount of payable to group companies approximate their fair values.

27 TAXATION CHARGE

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
(a) Current tax on the adjusted profits for the year at 15% (2010: 15%)	2,831	4,926	-	-
Under/(over) provision of last year	2,992	80	2,676	(5)
National Residential Property Tax	-	322	-	-
Capital gains tax	6,919	-	6,919	-
Other movement	-	61	-	-
Deferred tax	36,272	-	31,200	-
	49,014	5,389	40,795	(5)

(b) The tax on the group's/company's (loss)/profit before tax differs from the theoretical amount that would arise using the basic tax rate of the company as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Profit/(loss) before taxation	1,875,368	(44,122)	522,854	(24,896)
Tax calculated at the rate of 15% (2010: 15%)	281,305	(6,618)	78,428	(3,734)
Income not subject to tax	(319,629)	(142,964)	(133,247)	(140,327)
Expenses not deductible for tax purposes	86,167	41,626	59,299	42,037
Utilisation of tax losses	(6,548)	-	(4,480)	-
Tax losses for which no deferred income tax asset was recognised	-	101,474	-	102,024
Capital gains tax	6,919	-	6,919	-
Overprovision for AMT	-	80	-	(5)
Tax arising on fair value gain of investment properties	31,200	-	31,200	-
Underprovision for corporate tax	2,993	-	2,676	-
National Residential Property Tax	-	322	-	-
Effect of tax of associated companies	(50,278)	11,469	-	-
Effect of consolidation adjustments	16,885	-	-	-
Taxation charge	49,014	5,389	40,795	(5)

Notes to the Financial Statements

Year ended June 30, 2011

28 DEFERRED TAXES

Deferred tax is calculated on all temporary differences under the liability method at 15% (2010: 15%).

Deferred tax assets and liabilities are offset when the deferred taxes relate to the same fiscal authority.

The following amounts are shown in the statement of financial position.

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Deferred tax assets	(162)	-	-	-
Deferred tax liabilities	823,320	-	816,916	-
	823,158	-	816,916	-

The movement in deferred tax is as follows:

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
At July 1,	-	-	-	-
Income statement charge	36,272	-	31,200	-
Tax charged to revaluation surplus	786,886	-	785,716	-
At June 30,	823,158	-	816,916	-

	At	Charged to	Charged to	At
	1 July 2011 Rs'000	other comprehensive income Rs'000	income statement Rs'000	30 June 2011 Rs'000
THE GROUP				
Deferred tax liabilities				
Revaluation of investment properties	-	-	36,434	36,434
Revaluation of assets	-	786,886	-	786,886
	-	786,886	36,434	823,320
Deferred tax assets				
Tax losses	-	-	(162)	(162)
Net deferred income tax liabilities	-	786,886	36,272	823,158

	At	Charged to	Charged to	At
	1 July 2011 Rs'000	other comprehensive income Rs'000	income statement Rs'000	30 June 2011 Rs'000
THE COMPANY				
Deferred tax liabilities				
Revaluation of investment properties	-	-	31,200	31,200
Revaluation of assets	-	785,716	-	785,716
	-	785,716	31,200	816,916

The group has unused tax losses of Rs.472m (2010: Rs1,454m) and the company has unused tax losses of Rs.242m (2010: Rs897m). No deferred tax asset has been recognised in the accounts, the recoverability of which is remote.

Notes to the Financial Statements

Year ended June 30, 2011

32 OTHER INCOME

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Interest income	22,348	408	24,963	1,537
Marketable securities:				
- Dividend income - Official market	1,588	1,072	1,588	1,072
- DEM listed	-	-	24,467	23,614
- unquoted	624	1,146	7,374	13,072
Others	648	12,980	-	12,980
Total	25,208	15,606	58,392	52,275

33 FINANCE COSTS

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Interest expense:				
- Bank overdrafts	10,864	16,968	9,184	15,627
- Bank and other loans repayable by instalments	70,021	68,891	69,570	66,695
- Loan from group companies repayable by instalments	469	2,174	4,422	2,537
- Finance lease	2,720	2,510	2,720	2,468
	84,074	90,543	85,896	87,327
Gain on exchange	(21,457)	(2,836)	(21,535)	(924)
	62,617	87,707	64,361	86,403

34 EARNINGS/(LOSS) PER SHARE

		THE GROUP		THE COMPANY	
		2011	2010	2011	2010
Earnings/(loss) attributable to ordinary shareholders of the holding company	Rs'000	1,737,456	(40,809)	416,710	(24,891)
Weighted average number of ordinary shares in issue		210,524,202	151,451,349	210,524,202	151,451,349
Basic earnings/(loss) per share	Rs.	8.25	(0.19)	1.98	(0.12)
Fully diluted earnings/(loss) per share	Rs.	8.11	(0.18)	2.17	(0.11)

Notes to the Financial Statements

Year ended June 30, 2011

35 NOTES TO STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
(a) Cash generated from/(used in) operations				
Reconciliation of profit/(loss) before taxation to cash generated from operations:				
Profit/(loss) before taxation	1,875,368	(44,122)	522,854	(24,896)
Adjustments for:				
Depreciation and amortisation	50,603	35,933	39,417	34,119
Amortisation of deferred expenditure	58,466	40,596	48,997	34,874
Impairment of investments	-	-	20,986	-
Impairment of receivables	145	-	-	-
Goodwill written off	118,303	-	-	-
Retirement benefit obligations	5,639	6,312	5,643	6,312
Relocation costs of poultry	75,505	-	75,505	-
Profit on sale of investments in financial assets	(2,600)	-	(2,600)	-
Loan written off	-	299	-	299
Amortisation of bearer biological assets	33,121	24,669	33,121	24,669
Loss/(profit) on disposal of property, plant and equipment	(30,412)	(151,472)	67,847	(218,168)
Investment income	(2,212)	(2,218)	(33,429)	(37,758)
Interest income	(22,348)	(408)	(24,963)	(1,537)
Interest expense	84,074	90,543	85,896	87,327
Fair value gain of investment properties	(1,840,948)	-	(808,887)	-
Share of results of associates, net of tax	(335,189)	(76,459)	-	-
Profit on dilution of shareholding in associate	-	(4,022)	-	-
Prepaid lease rentals	(309)	(292)	(309)	(292)
Difference on exchange	(21,457)	(2,792)	(21,535)	(924)
	45,749	(83,433)	8,543	(95,975)
Changes in working capital:				
- inventories	78,068	(6,758)	915	9,466
- consumable biological assets	(53,093)	76,232	(53,093)	76,232
- trade and other receivables	(11,401)	92,985	11,123	90,461
- receivables from group companies	26,956	6,083	(4,894)	3,393
- trade and other payables	(6,287)	(41,845)	1,711	(13,900)
- payables to group companies	(15,077)	(27,960)	(3,722)	(27,960)
- non current assets classified as held for sale	5,022	(4,452)	-	-
Cash generated from/(used in) operations	69,937	10,852	(39,417)	41,717

(b) Non cash transactions

The principal non cash transactions are the acquisition of property, plant and equipment using finance leases.

(c) Cash and cash equivalents

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Cash at bank and in hand	173,405	84,279	158,609	13,563
Bank overdrafts	(998)	(327,158)	(4)	(304,271)
Cash and cash equivalents	172,407	(242,879)	158,605	(290,708)

Notes to the Financial Statements

Year ended June 30, 2011

36 CAPITAL COMMITMENTS

	THE GROUP		THE COMPANY	
	2011 Rs'000	2010 Rs'000	2011 Rs'000	2010 Rs'000
Contracted for but not provided in the financial statements	-	-	-	-
Authorised by the Board of directors but not yet contracted for	-	18,910	-	18,910

37 SEGMENT INFORMATION

Segment information for the group for the years ended June 30, 2011 and June 30, 2010 in respect of the statement of comprehensive income and assets and liabilities are given below:

	2011				
	Sugar and agricultural diversification Rs'000	Poultry, farming and livestock Rs'000	Property Rs'000	Unallocated Rs'000	Total Rs'000
<u>Statement of comprehensive income</u>					
Revenue	498,229	47,371	294,414	28,259	868,273
Inter segment revenue	-	-	(139,624)	-	(139,624)
	498,229	47,371	154,790	28,259	728,649
Segment results	(54,411)	19,143	(11,008)	16,618	(29,658)
Other income				25,208	25,208
Amortisation of deferred expenditure				(58,466)	(58,466)
Profit on disposal of land and buildings				15,972	15,972
Profit on sale of investments				2,600	2,600
Fair value gain on investment properties				1,840,948	1,840,948
Relocation cost of poultry				(75,505)	(75,505)
Goodwill on acquisition written off				(118,303)	(118,303)
Share of results of associates and jointly controlled entity, net of tax				335,189	335,189
Finance costs				(62,617)	(62,617)
Profit before taxation					1,875,368
Tax charge					(49,014)
Profit for the year					1,826,354
Non controlling interests					(23,549)
					1,802,805
Preference dividend					(65,349)
Profit attributable to ordinary shareholders					1,737,456

Notes to the Financial Statements

Year ended June 30, 2011

37 SEGMENT INFORMATION (continued)

	2011				
	Sugar and agricultural diversification Rs'000	Poultry, farming and livestock Rs'000	Property Rs'000	Unallocated Rs'000	Total Rs'000
Segment assets	8,809,425	48,879	3,921,350	1,412,283	14,191,937
Associates					1,777,025
					15,968,962
Segment liabilities	1,758,065	24	623,398	339,943	2,721,430
Additions to non-current assets	-	-	-	73,371	73,371
Amortisation of deferred expenditure	-	-	-	58,466	58,466
Depreciation and amortisation	-	-	-	50,603	50,603
Interest revenue	-	-	-	22,348	22,348
Interest expense	-	-	-	84,074	84,074
Material items of income	-	-	-	1,856,920	1,856,920
Material items of expense	-	-	-	193,808	193,808
	2010				
	Sugar and agricultural diversification Rs'000	Poultry, farming and livestock Rs'000	Property Rs'000	Unallocated Rs'000	Total Rs'000
Revenue	289,097	44,817	206,560	10,954	551,428
Inter segment revenue	-	-	(61,070)	(5,000)	(66,070)
	289,097	44,817	145,490	5,954	485,358
Segment results	(173,584)	17,159	(12,134)	5,954	(162,605)
Other income				15,606	15,606
Amortisation of deferred expenditure				(40,596)	(40,596)
Profit on disposal of land and buildings				150,699	150,699
Profit on dilution of shareholding in associate				4,022	4,022
Share of results of associates				76,459	76,459
Finance costs				(87,707)	(87,707)
Loss before taxation					(44,122)
Tax charge					(5,389)
Loss for the year					(49,511)
Non controlling interests					8,702
Loss attributable to ordinary shareholders					(40,809)

Notes to the Financial Statements

Year ended June 30, 2011

37 SEGMENT INFORMATION (continued)

	2010				
	Sugar and agricultural diversification Rs'000	Poultry, farming and livestock Rs'000	Property Rs'000	Unallocated Rs'000	Total Rs'000
<u>Statement of financial position</u>					
Segment assets	7,134,450	52,482	1,864,130	1,060,005	10,111,067
Associates					1,795,837
					<u>11,906,904</u>
Segment liabilities	1,477,559	278	411,773	881,982	2,771,592
Additions to non-current assets	-	-	-	13,116	13,116
Amortisation of deferred expenditure	-	-	-	40,596	40,596
Depreciation and amortisation	-	-	-	35,933	35,933
Interest revenue	-	-	-	408	408
Interest expense	-	-	-	90,543	90,543
Material items of income	-	-	-	154,721	154,721
Material items of expense	-	-	-	-	-

38 BUSINESS COMBINATIONS

(a) Acquisition

During the year, the group made the following acquisitions:-

- (1) 100% of the share capital of Agrex Ltd a company engaged in the sale of anthurium flowers and 100% of Soled Ltd a wholly owned subsidiary of Agrex Ltd.
- (2) 100% of the share capital of Anthurium and Orchids Ltd, a company engaged in rental of office and shade houses and 100% of Exotiflors Ltd a wholly owned subsidiary of Anthurium and Orchids Ltd.

Goodwill of Rs.9.6m arose from the acquisitions of these companies, of which Rs.4.3m was written off because it has been impaired.

Goodwill is attributable to acquired customer base and economies of scale and synergies expected from combining the operations of the group and the above acquired companies.

In 2011, the acquired businesses contributed revenues of Rs. 6.9 million and net losses of Rs. 1.3 million to the group.

If the acquisition had occurred on 1 July 2011, the group's revenue would have been Rs.725.7 million and profit for the year would have been Rs. 1.826 billion.

None of the goodwill recognised is expected to be deductible for income tax purposes. The following table summarises the consideration paid for the acquisition of Agrex Ltd, Soled Ltd, Anthurium and Orchids Ltd and Exotiflors Ltd and the amounts of the assets acquired and liabilities assumed recognised at the acquisition date.

Notes to the Financial Statements

Year ended June 30, 2011

38 BUSINESS COMBINATIONS (continued)

	2011
	Rs'000
Consideration	
Cash	13,700
Total consideration	13,700
Acquisition-related costs	-
Recognised amounts of identifiable assets acquired and liabilities assumed	
Cash and cash equivalents	245
Property, plant and equipment	11,668
Bearer biological assets	1,232
Investment in financial assets	66
Inventories	199
Trade and other receivables	7,205
Trade and other payables	(15,433)
Borrowings	(399)
Retirement benefit obligations	(660)
Total identifiable net assets	4,123
Non-controlling interests	-
Goodwill	9,577
	13,700
Acquisition of subsidiaries	2011
	Rs'000
Net Cash outflow on acquisition of subsidiaries	
Consideration paid in cash	13,700
Less: cash and cash equivalent balances acquired	(245)
	13,455

39 CHANGE OF NAME

The company changed its name to ENL Land Ltd on November 25, 2010.

40 CONTINGENT LIABILITIES

The company has provided a guarantee support to the main lender of a jointly controlled entity building a commercial centre to cover eventual cost overruns and delays in construction work.

The company is being sued by one of its former employees for Rs.100m on the grounds of having provided unsafe working conditions.

Notes to the Financial Statements

Year ended June 30, 2011

41 RELATED PARTY TRANSACTIONS

(a) THE GROUP

	Interest (payable)/receivable		Management fees payable		Loans payable		Loans receivable		Amount owed by related parties		Amount owed to related parties		Option on land sale		Proceeds on sale of land and buildings	
	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Holding company	-	(2,113)	32,895	32,474	2,300	-	-	-	4,877	2,205	2,278	2,953	-	-	-	-
Fellow subsidiaries	(384)	25,354	-	-	-	-	11,088	-	37,988	129,555	371	-	-	-	-	-
Associates	50,964	10,967	-	-	10,000	-	-	-	16,110	9,787	16,849	13,440	-	-	-	-
Director	-	-	-	-	-	-	-	-	-	-	-	-	70,000	-	-	25,700
THE COMPANY																
Holding company	-	(2,113)	32,775	32,474	-	-	-	-	4,873	2,205	-	632	-	-	-	-
Subsidiaries	(1,282)	10,967	-	-	54,700	50,000	-	-	1,552,686	1,399,870	4,016	366	-	-	-	-
Fellow subsidiaries	(384)	-	-	-	-	-	-	11,088	12,352	129,555	-	-	-	-	-	-
Associates	50,964	25,354	-	-	10,000	-	-	-	15,904	9,787	14,996	10,602	-	-	-	-
Director	-	-	-	-	-	-	-	-	-	-	-	-	70,000	-	-	25,700

The sales to and purchases from related parties are made at normal market prices. Outstanding balances at the year end are unsecured, interest free (except for loans) and settlement occurs in cash.

For the year ended June 30, 2011, the group has not recorded any impairment of receivables relating to amounts owed by related parties (2010: nil) This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

Interest rates on loans vary between 5.5% and 10.5% p.a

(b) Key management personnel compensation

	THE GROUP		THE COMPANY	
	2011	2010	2011	2010
	Rs'000	Rs'000	Rs'000	Rs'000
Salaries and short term employee benefits	7,021	3,248	6,985	3,248
Post employment benefits	589	506	589	506
	7,610	3,754	7,574	3,754

42 EVENTS AFTER THE REPORTING PERIOD

At a board meeting held on September 30, 2011, it was resolved that the company will purchase ENL Property Ltd from a related company for a consideration of Rs. 74 million. It was also resolved that subsidiaries of the company will purchase investments from a related company for a consideration of Rs. 129 million.

Notes to the Financial Statements

Year ended June 30, 2011

43 FINANCIAL SUMMARY OF PUBLISHED RESULTS AND ASSETS AND LIABILITIES

(a) THE GROUP

	2011 Rs'000	2010 Rs'000	2009 Rs'000
Statements of comprehensive income			
Turnover	699,859	463,901	346,869
Share of profit less losses of associates and jointly controlled entity	335,189	76,459	73,036
Profit/(loss) before taxation	1,875,368	(44,122)	21,722
Taxation charge	(49,014)	(5,389)	(639)
Profit/(loss) for the year	1,826,354	(49,511)	21,083
Other comprehensive income for the year	1,443,171	45,762	1,601,549
Total comprehensive income for the year	3,269,525	(3,749)	1,622,632
Profit/(loss) attributable to:			
Owners of the parent	1,802,805	(40,809)	47,323
Non controlling interests	23,549	(8,702)	(26,240)
	1,826,354	(49,511)	21,083
Total comprehensive income attributable to:			
Owners of the parent	3,245,976	4,953	1,648,872
Non controlling interests	23,549	(8,702)	(26,240)
	3,269,525	(3,749)	1,622,632
Ordinary dividends	130,526	72,120	21,960
Preference dividend	65,349	-	-
	Rs.	Rs.	Rs.
Earnings/(loss) per share	8.25	(0.19)	10.77
Dividends per share			
- Ordinary	0.62	10.00	5.00
- Preference	2.80	-	-

	2011 Rs'000	2010 Rs'000	2009 Rs'000
Statements of financial position			
Non current assets	15,106,869	11,231,581	4,728,846
Current assets	715,095	659,044	224,815
Non-current assets classified as held for sale	146,998	16,279	40,034
Total assets	15,968,962	11,906,904	4,993,695
Issued and fully paid up capital	6,030,058	98,783	43,920
Revaluation, fair value and other reserves	3,757,401	8,162,580	3,748,954
Retained earnings/(revenue deficit)	2,989,019	528,346	(207,677)
Treasury shares	-	(2,295)	-
Non controlling interests	471,054	347,898	(55,523)
Non current liabilities	1,627,348	1,176,163	774,905
Current liabilities	1,094,082	1,595,429	689,116
Total equity and liabilities	15,968,962	11,906,904	4,993,695

Notes to the Financial Statements

Year ended June 30, 2011

43 FINANCIAL SUMMARY OF PUBLISHED RESULTS AND ASSETS AND LIABILITIES

(continued)

(b) THE COMPANY

	2011 Rs'000	2010 Rs'000	2009 Rs'000
Statements of comprehensive income			
Turnover	522,634	340,283	346,869
Profit/(loss) before taxation	522,854	(24,896)	100,009
Taxation (charge)/credit	(40,795)	5	(639)
Profit/(loss) for the year	482,059	(24,891)	99,370
Other comprehensive income for the year	1,528,405	(196,841)	1,346,612
Total comprehensive income for the year	2,010,464	(221,732)	1,445,982
Profit/(loss) attributable to:			
Owners of the parent	482,059	(24,891)	99,370
Total comprehensive income attributable to:			
Owners of the parent	2,010,464	(221,732)	1,445,982
Ordinary dividends	130,526	72,120	21,960
Preference dividend	65,349	-	-
	Rs.	Rs.	Rs.
Earnings/(loss) per share	1.98	(0.12)	22.63
Dividends per share			
- Ordinary	0.62	10.00	5.00
- Preference	2.80	-	-

	2011 Rs'000	2010 Rs'000	2009 Rs'000
Statements of financial position			
Non current assets	13,285,341	10,821,401	4,229,233
Current assets	2,139,541	1,908,186	1,558,938
Non-current assets classified as held for sale	178,362	-	-
Total assets	15,603,244	12,729,587	5,788,171
Issued and fully paid up capital	6,030,058	98,783	43,920
Revaluation, fair value and other reserves	3,654,706	7,974,280	3,741,495
Retained earnings	3,677,024	2,542,861	1,015,338
Treasury shares	-	(2,295)	-
Non current liabilities	1,359,485	931,163	530,250
Current liabilities	881,971	1,184,795	457,168
Total equity and liabilities	15,603,244	12,729,587	5,788,171

Notice of Meeting

Notice is hereby given that the Annual Meeting of Ordinary shareholders of ENL Land Ltd will be held at the Company's registered office, 7th Floor, Swan Group Centre, Intendance Street, Port Louis, on December 7, 2011 at 1500 hours, to transact the following business:

- 1 To consider the Annual Report for the year ended June 30, 2011.
- 2 To receive the report of the auditors of the Company.
- 3 To consider and approve the audited financial statements of the Company for the year ended June 30, 2011.

Ordinary Resolution

"Resolved that the audited financial statements of the Company for the year ended June 30, 2011 be hereby approved."

- 4 To appoint/re-appoint one director, namely Mr Gilbert Espitalier-Noël, who retires by rotation in accordance with Section 24.5 of the Company's constitution and, being re-eligible, offers himself for re-election.

Ordinary Resolution

"Resolved that Mr Gilbert Espitalier-Noël be hereby appointed/re-appointed as director of the Company in accordance with Section 24.5 of the Company's constitution."

- 5 To re-appoint Mr Jean-Claude Leclézio, who is over the age of 70 years, to continue to hold office as a director of the Company until the next Annual Meeting of the Company under Section 138 (6) of the Companies Act 2001.

Ordinary Resolution

"Resolved that Mr Jean-Claude Leclézio be hereby re-appointed as director of the Company to hold office until the next Annual Meeting of the Company."

- 6 To appoint Mr Louis Rivalland, who has been nominated by the Board, as director of the Company in accordance with Section 24.3 of the Company's constitution.

Ordinary Resolution

"Resolved that Mr Louis Rivalland be hereby appointed as director of the Company in accordance with Section 24.3 of the Company's constitution."

- 7 To appoint Mr Jean-Pierre Montocchio, who has been nominated by the Board, as director of the Company in accordance with Section 24.3 of the Company's constitution.

Ordinary Resolution

"Resolved that Mr Jean-Pierre Montocchio be hereby appointed as director of the Company in accordance with Section 24.3 of the Company's constitution."

- 8 To take note of the automatic reappointment of BDO & Co. as auditors under Section 200 of the Companies Act 2001 and to authorise the Board to fix their remuneration.

Ordinary Resolution

"Resolved that the automatic reappointment of the auditors under Section 200 of the Companies Act 2001 be noted and that the Board be authorised to fix their remuneration."

Note: The profile and categories of the directors proposed for re-election are set out on pages 25 to 28 of the Annual Report 2011

By order of the Board



ENL Limited
Company Secretary

September 30, 2011

A member of the Company entitled to attend and vote at this meeting may appoint a proxy, whether a member or not, to attend and vote on his/her behalf. Any such appointment must be made in writing on the attached form, and the document deposited at the Share Registry and Transfer Office of the Company, MCB Registry and Securities Ltd, Raymond Lamusse Building, 9-11 Sir William Newton Street, Port Louis, Mauritius not less than twenty-four hours before the meeting is due to take place.

For the purpose of this annual meeting, the directors have resolved, in compliance with Section 120(3) of the Companies Act 2001, that the shareholders entitled to receive notice of the meeting and attend such meeting shall be those shareholders whose names are registered in the share register of the Company as at November 9, 2011.

Proxy Form

ENL Land Ltd

I/We

of

being a member/s of ENL Land Ltd, do hereby appoint

of

as my/our proxy or failing him/her

of

to vote for me/us on my/our behalf at the Annual Meeting of the Company to be held at 1500 hrs on December 7, 2011 and at any adjournment thereof. The proxy will vote on the under-mentioned resolution, as indicated:

Resolutions

(Please indicate with an X in the spaces below how you wish your votes to be cast)

	For	Against	Abstain
3 "Resolved that the audited financial statements of the Company for the year ended June 30, 2011 be hereby approved."			
4 "Resolved that Mr Gilbert Espitalier-Noël be hereby appointed/re-appointed as director of the Company in accordance with Section 24.5 of the Company's constitution."			
5 "Resolved that Mr Jean-Claude Leclézio be hereby re-appointed as director of the Company to hold office until the next Annual Meeting of the Company."			
6 "Resolved that Mr Louis Rivalland be hereby appointed as director of the Company in accordance with Section 24.3 of the Company's constitution."			
7 "Resolved that Mr Jean-Pierre Montocchio be hereby appointed as director of the Company in accordance with Section 24.3 of the Company's constitution."			
8 "Resolved that the automatic reappointment of the auditors under Section 200 of the Companies Act 2001 be noted and that the Board be authorised to fix their remuneration."			

Signed this _____ day of _____ 2011

Signature

Notes

1. A member may appoint a proxy of his own choice. Insert the name of the person appointed proxy in the space provided.
2. If the appointor is a corporation, this form must be under its common seal or under the hand of some officer or attorney duly authorised in that behalf.
3. In the case of joint holders, the signature of any one holder will be sufficient, but the names of all the joint holders should be stated.
4. If this form is returned without any indication as to how the person appointed proxy shall vote, he will exercise his discretion as to how he votes or whether he abstains from voting.
5. To be valid, this form must be completed and deposited at the Share Registry and Transfer Office of the Company, MCB Registry and Securities Ltd, Raymond Lamusse Building, 9-11 Sir William Newton Street, Port Louis, Mauritius not less than 24 hours before the time fixed for holding the meeting or adjourned meeting.

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