



DIRECTORS REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

INDEX

	PAGE
DIRECTORS REPORT	1- 2
AUDITORS REPORT	3
PROFIT AND LOSS ACCOUNT	4
BALANCE SHEET	5
CASH FLOW STATEMENT	6
NOTES TO THE ACCOUNTS	7 - 10

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present herewith their report and audited financial statements of the company for the period ended 31 December 2014.

Activities

The company is a holding company for the investments of the Government of Seychelles.

Results

As shown in the profit & loss account on page 4 activities of the current period give the company a profit of R33,484,748 (prior year R27,008,237).

Application of profits and revenue reserves

The directors propose a final dividend of R14,851,485 for the year.(prior year R26,594,410.)

Investments

Ownership of a two companies was transferred from the Government of Seychelles during the year.

In addition the Company invested in a 40% holding in Ile Du Port Handling Services Limited.

Directors and their interest in the company

The directors of the company during the year and their interests in accordance with the register maintained under Section 111 of the Companies Act 1972, were as follows:-

	SHARES HELD	
	1 January	31 December
Veronique Laporte (Chairperson)	0	0
Glenny Savy	0	0
Conrad Benoiton	0	0
George Roberts	0	0
Veronique Herminie	0	0
Patrick Payet (Appt 16.03.2014)	0	0

Mr Payet and Mrs Laporte retire from the board in accordance with Articles of Association and being eligible offer themselves for re-election.

Statements of directors responsibilities

The directors are required to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and group and of the profit or loss for the period. In preparing those accounts, the directors are required to:-

Prepare financial statements on the going concern basis unless it is inappropriate to assume continuance of business;

select suitable accounting policies and then apply them consistently;

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2014

Statements of directors responsibilities (cont.)

make judgments and estimates that are reasonable and prudent; and

disclose and explain any material departures from applicable accounting standards.

The Companies Act 1972 also requires the directors to keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the company. They also have the general responsibility for taking reasonable steps to safeguard the assets of the company and detect fraud and other irregularities.

The directors consider they have met their responsibilities as set out in the Companies Act 1972.

Auditors

The retiring auditors are Pool & Patel who are eligible for re-appointment.

DIRECTORS


Veronique Laporte


Glenn Savy


Conrad Benoiton

George Roberts


Patrick Payet


Veronique Herminie

18 June 2015



INDEPENDENT AUDITOR'S REPORT

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

We have audited the accompanying financial statements of Societe Seychelloise D'investissement Limited on pages 4 to 10, which comprise the balance sheet for the year ended December 31, 2014, the income statement including changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management, under the historical cost convention and the financial reporting provisions of the Seychelles Companies Act 1972.

This report is made solely for the Company's members as a body in accordance with Section 158 of the Companies Act 1972. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company's Members as a body for our audit work, for this report or for the opinion we have formed.

Management's Responsibility for the Financial Statements

Management is responsible for keeping proper accounting records and for the preparation of financial statements that give a true and fair view of the company's affairs in accordance with the financial reporting provisions of the Seychelles Companies Act 1972, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's 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 about whether the financial statements are free from material misstatement.

We have no relationship with, or material interest in the company other than in our capacity as auditors and tax and business advisors and arms length dealings with the company in the ordinary course of business.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and that these are in accordance with the accounting records maintained by the management. The procedures selected depend on the auditor's judgment, 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 auditor considers internal control relevant to the entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 accompanying financial statements set out on pages 4 to 10 give a true and fair view of the financial position of Societe Seychelloise D'investissement Limited for the year ended December 31, 2014, and of its financial performance and its cash flows for the year then ended in accordance with the financial reporting provisions of the Seychelles Companies Act 1972.

Pool Patel
POOL & PATEL
CHARTERED ACCOUNTANTS

16 June 2015

-3-

SOCIETE SEYCHELLOISE D'INVESTISSMENT LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees.

			2013
Operating profit for the year		33,484,748	27,008,237
After Charging			
Directors remuneration		584,707	308,309
Auditors remuneration		34,500	34,500
After Crediting			
Dividends recieved	3	45,248,251	30,954,448
		33,484,748	27,008,237
Government grant	12	345,754	18,007,203
Dividends	7	(14,851,485)	(26,594,410)
		18,979,017	18,421,030
Retained earnings 1 January		96,454,351	78,033,321
Retained earnings 31 December		115,433,368	96,454,351

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees.

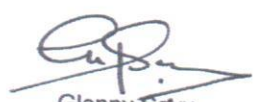
	Note		2013
EMPLOYMENT OF CAPITAL			
Property, plant and equipment	10	962,496	0
Investements	3	312,755,461	293,637,318
Amount due from subsidiary	8	64,306,351	68,025,069
Current assets			
Trade and other receivables		229,032	0
Cash and bank		18,146,805	100,831
		<u>18,375,837</u>	100,831
Current liabilities			
Accounts payable and accruals		112,119	97,112
Bank overdraft		71,337	0
		<u>183,456</u>	97,112
Net current assets		18,192,381	3,719
Long term liabilities			
Borrowing	11	(92,310,337)	(76,758,771)
		<u>303,906,352</u>	<u>284,907,335</u>
CAPITAL EMPLOYED			
Share capital	6	10,000	10,000
Retained earnings		115,433,368	96,454,351
		115,443,368	96,464,351
Capital contibution reserve	9	71,967,600	71,947,600
Revaluation reserve	4	116,495,384	116,495,384
		<u>303,906,352</u>	<u>284,907,335</u>

DIRECTORS



Veronique Laporte


George Roberts

16 June 2015


Glenn Savv


Patrick Payet


Conrad Benoiton


Veronique Herminie

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees.

		2013
Net cash inflow from operating activities		
Operating profit	33,484,748	27,008,237
Dividends received	(45,248,251)	(30,954,448)
Government grant	345,754	18,007,203
Depreciation	46,248	0
Interest paid	7,227,943	0
Changes in working capital		
Increase in debtors	(229,032)	0
Increase in creditors	15,007	32,153
	<u>(4,357,583)</u>	14,093,145
Return on investments and servicing of finance		
Interest paid	(7,227,943)	0
Dividend received	45,248,251	30,954,448
Dividends paid	(14,851,485)	(26,594,410)
	<u>23,168,823</u>	4,360,038
Taxation (Business and provisional taxes)	0	0
Investing Activities		
Payments to acquire property, plant and equipment	(1,008,744)	0
Loan due from subsidiary	3,718,718	(634,670)
Payments to acquire investments	(19,098,143)	(94,816,724)
	<u>(16,388,169)</u>	(95,451,394)
Net cash inflow before financing	2,423,071	(76,998,211)
Financing		
Bank loan	15,551,566	76,758,771
	<u>15,551,566</u>	76,758,771
Increase in cash and cash equivalents	17,974,637	(239,440)
Cash & cash equivalents on incorporation	100,831	340,171
Cash & cash equivalents 31 December	<u>18,075,468</u>	<u>100,731</u>

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees

1. Significant accounting policies

The significant accounting policies adopted in the preparation of the financial statements of the company are set out below.

(a) Statement of compliance

The financial statements of the company are prepared in accordance with the requirements of the Seychelles Companies Act (1972).

(b) Measurement basis and accounting policies applied

The measurement basis used is historical cost modified by the revaluation of investments as explained in the accounting policy set out below.

The accounting policies have been consistently applied.

(c) Foreign currency

Transactions in currencies other than Seychelles Rupee are converted at the rate of exchange ruling at the transaction date. At the balance sheet date, foreign currency monetary assets and liabilities are converted at the rate of exchange ruling at that date. Resulting exchange differences are recognised in the income statement for the year.

(d) Investments

Valuation

Investments are carried at valuation or cost as detailed in note 3.

Disposal

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to income.

(e) Taxation

Taxation is provided at rates ruling at the balance sheet date on profits of the company adjusted for items not allowed for taxation purposes.

(f) Revenue recognition

Dividends are recognised in the income statement when they are received.

2. Directors emoluments, pensions or compensation.

Emoluments, pensions or compensation paid to directors during the year represents:-

	Salary for Management		Fees, Pensions & Others	
		2013		2013
Alexandra Madeleine	0	0	0	33,000
Steve Fanny	0	0	0	33,000
Patrick Payet	0	0	39,000	0
Conrad Benoiton	0	0	50,400	36,000
Veronique Laporte	0	0	75,600	3,000
George Robert	0	0	50,400	3,000
Glenny Savy	0	0	50,400	36,000
Veronique Hermine	314,707	533,402	4,200	0

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees

3. Investment and returns

Investments are in the following unquoted companies incorporated in Seychelles.

	2013	2014	% Holding	Dividend Yield
At cost				
Seychelles Cable Systems Limited	77,757,909	77,757,909	40.6	0
2020 Development (Seychelles) Limited	9,900	9,900	99	0
Seychelles Postal Services Limited	100	100	0.1	0
At Valuation				
Indian Ocean Tuna Limited	51,935,484	51,935,484	40	33,428,251
Boie de Rose Investement Limited	91,986,325	91,986,325	100	0
At Nominal value				
Island Development Company	13,634,200	13,634,200	100	3,000,000
L'Union Estate Company Limited	7,292,400	7,292,400	100	0
Ile Du Port Handling Services Limited	0	520	40	0
Paradis Des Enfants Entertainment Limited	0	10,000	100	0
Seychelles Trading Company Limited	0	10,000	100	0
Land Marine Limited	56,000	56,000	14	8,820,000
PetroSeychelles Limited	990,000	990,000	100	0
Seychelles Petroleum Company Limited	49,975,000	49,975,000	100	0
	293,637,318	293,657,838		45,248,251
Capital contribution				
Ile Du Port Handling Services Limited	0	19,097,623		
	<u>293,637,318</u>	<u>312,755,461</u>		

The shares in Indian Ocean Tuna Limited were revalued as at 31 December 2009 by Mr Paul Mondon ACMA.

The shares at nominal value were transferred from the Government of Seychelles at R1.

4. Revaluation Reserve

		2013
Indian Ocean Tuna Limited	51,935,385	51,935,385
Cassis Seychelles Company Limited	64,559,999	64,559,999
	<u>116,495,384</u>	<u>116,495,384</u>

5. Taxation

The company was not taxable for the period.

6. Authorised & issued capital

		2013
100 Ordinary shares of R100 each fully paid.	10,000	10,000

7. Dividends

		2013
Ordinary Final Paid	14,851,485	26,594,410
	<u>14,851,485</u>	<u>26,594,410</u>

8. Amount due from subsidiary

Amounts due from related party are intercompany loan receivable from Bois De Rose Investement Limited in relation to expenses incurred by Societe Seychelloise D'investissement Limited on behalf of that company. Bois De Rose Investement Limited commenced repayment of the loan in the year.

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014
Financial statements are prepared in Seychelles Rupees

9. Capital contribution reserve

Islands Development Company Limited
Land Marine Limited
PetroSeychelles Limited
Seychelles Petroleum Company Limited
L'Union Estate Company Limited

	2013
13,634,200	0
56,000	0
990,000	0
49,975,000	0
7,292,400	0
71,947,600	0

The capital contribution reserve has arisen from the transfer of Investments from the Government of Seychelles to Societe Seychelloise d'investissement Limited for nil consideration. The investments have been accounted for in Societe Seychelloise d'investissement at nominal value which represents the original investment of the Government of Seychelles.

10. Property, plant & equipment

	Office equipment	Motor Vehicle	Leasehold improvements	Total
COST				
At 1 January	0	0	0	0
Additions	14,945	257,368	736,431	1,008,744
Disposal	0	0	0	0
At 31 December	14,945	257,368	736,431	1,008,744
DEPRECIATION				
At 1 January	0	0	0	0
Additions	847	8,579	36,822	46,248
Disposals	0	0	0	0
At 31 December	847	8,579	36,822	46,248
Net book value 31 December 2014	14,098	248,789	699,609	962,496
At 31 December prior year	0	0	0	0

11. Borrowing

Seychelles Rupee loan

Opening balance	SR 78,997,939	Loan is repayable over 74 months at SR1,251,250 monthly and bears interest at 11.5% per annum.
Interest capitalised	5,656,831	
Repayments in the year	(12,512,500)	
Closing Balance	72,142,270	

USD loan

	US\$	SR	
Loan received	1,440,000	19,097,623	Loan is repayable over 24 months at US\$63,310.32 monthly and bears interest at 5.23% per annum.
Repayments in the year	0	0	
Exchange difference		1,070,444	
Closing Balance	1,440,000	20,168,067	
Total Borrowing	1,440,000	92,310,337	

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees

12. Government Grant

The Government of Seychelles has provided an undertaking to Societe Seychelloise D'investissment Limited to bear all costs and repayments of the USD loan described in note 11 above. The amounts paid in relation to this are treated as a government grant.

13. Capital commitments

The directors had committed R 54,394,534 to Bois De Rose Investment for the redevelopment of their hypermarket. Apart from the above there were no capital commitments, either contracted for or approved by the directors but not contracted for at 31 December 2014.

14. Contingent liabilities

The directors are not aware of any outstanding contingent liabilities at 31 December 2014.

SOCIETE SEYCHELLOISE D'INVESTISSEMENT LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

Financial statements are prepared in Seychelles Rupees.

		2013
Dividend received	45,248,251	30,954,448
Rent received	128,000	0
Less:		
Accounting fees	10,000	0
Audit fees	57,500	34,500
Bank commissions & charges	396,451	128,332
Depreciation	46,248	0
Electricity	18,635	0
Exchange difference	3,187,540	0
Interest on bank loan	7,227,943	2,899,325
Motor vehicle expenses	20,704	0
Salary & wages	412,590	536,814
Directors fees	270,000	144,000
Printing and stationary	3,662	3,975
Recruitment	119,106	0
Rent	104,698	0
Website developemnt	5,800	5,800
Sundry	3,128	420
Telephone	1,498	0
Legal and professional expenses	6,000	193,045
	11,891,503	3,946,211
Operating profit/(loss) for the year	33,484,748	27,008,237