

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR AND THREE MONTHS ENDED JUNE 30, 2013

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		
	UNAUDITED JUNE 30, 2013 MUR'M	RESTATED AUDITED DECEMBER 31, 2012 MUR'M	RESTATED AUDITED DECEMBER 31, 2011 MUR'M
ASSETS			
Non-current assets	17,217.7	17,099.1	12,337.1
Current assets	1,709.7	2,195.1	2,149.5
Non-current asset classified as held for sale	63.3	22.9	7.2
Total assets	18,990.7	19,317.1	14,493.8
EQUITY AND LIABILITIES			
Capital and reserves			
Owners' interest	16,335.4	16,473.2	11,976.0
Non-controlling interests	960.5	961.5	914.0
Total equity	17,295.9	17,434.7	12,890.0
Non-current liabilities	558.8	543.3	542.1
Current liabilities	1,125.9	1,338.8	1,061.5
Liabilities directly associated with non-current assets classified as held for sale	10.1	0.3	0.2
Total equity and liabilities	18,990.7	19,317.1	14,493.8

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2013 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2012 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2013 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2012 MUR'M
Turnover	1,304.1	1,339.5	669.3	692.1
Operating loss	(153.1)	(123.3)	(118.4)	(85.3)
Finance costs	(19.7)	(39.3)	(11.3)	(14.7)
Share of results of associates	79.7	89.9	37.7	50.9
Loss before taxation	(93.1)	(72.7)	(92.0)	(49.1)
Taxation	(10.5)	(23.7)	(3.6)	(12.2)
Loss for the period	(103.6)	(96.4)	(95.6)	(61.3)
Loss attributable to:				
Owners of the parent	(115.5)	(125.0)	(97.2)	(82.4)
Non-controlling interests	11.9	28.6	1.6	21.1
	(103.6)	(96.4)	(95.6)	(61.3)
DATA PER SHARE				
LOSS PER SHARE - MUR	(0.51)	(0.55)	(0.43)	(0.36)
NET ASSETS PER SHARE - MUR	71.79	51.24	71.79	51.24
NUMBER OF ORDINARY SHARES IN ISSUE	227,547,624	227,547,624	227,547,624	227,547,624

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Loss for the period	(103.6)	(96.4)	(95.6)	(61.3)
Other comprehensive income for the period net of tax	14.3	(173.4)	(25.0)	(92.3)
Total comprehensive income for the period	(89.3)	(269.8)	(120.6)	(153.6)
Total comprehensive income attributable to:				
Owners of the parent	(101.2)	(291.0)	(107.9)	(155.7)
Non-controlling interests	11.9	21.2	(12.7)	2.1
	(89.3)	(269.8)	(120.6)	(153.6)

CONDENSED STATEMENTS OF CHANGES IN EQUITY THE GROUP

	Attributable to equity holders of the company					
	Capital MUR'M	Revaluation and Other Reserves MUR'M	Retained Earnings MUR'M	Total MUR'M	Non-controlling interests MUR'M	Total Equity MUR'M
At January 1, 2013	11,976.0	4,175.4	321.8	16,473.2	961.5	17,434.7
- as previously stated	-	(36.6)	-	(36.6)	1.4	(35.2)
- effect of early adopting IAS 19 (revised)	-	(36.6)	-	(36.6)	1.4	(35.2)
- as restated	11,976.0	4,138.8	321.8	16,436.6	962.9	17,399.5
Total comprehensive income for the period	-	14.3	(115.5)	(101.2)	11.9	(89.3)
Dividends	-	-	-	-	(14.3)	(14.3)
Balance at June 30, 2013	11,976.0	4,153.1	206.3	16,335.4	960.5	17,295.9
At January 1, 2012	11,976.0	-	-	11,976.0	-	11,976.0
- as previously stated	-	(25.2)	-	(25.2)	4.0	(21.2)
- effect of early adopting IAS 19 (revised)	-	(25.2)	-	(25.2)	4.0	(21.2)
- as restated	11,976.0	(25.2)	-	11,950.8	4.0	11,954.8
Consolidation adjustments	-	-	-	-	914.1	914.1
Total comprehensive income for the period	-	(166.0)	(125.0)	(291.0)	21.2	(269.8)
Balance at June 30, 2012	11,976.0	(191.2)	(125.0)	11,659.8	939.3	12,599.1

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2013 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2012 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2013 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2012 MUR'M
Operating activities				
Net cash from operating activities	149.0	432.9	(82.0)	205.0
Investing activities				
Net cash used in investing activities	(182.1)	(387.2)	(152.4)	(336.3)
Financing activities				
Net cash used in financing activities	(117.6)	(384.7)	(107.3)	(88.2)
Decrease in cash and cash equivalents	(150.7)	(339.0)	(341.7)	(219.5)
MOVEMENT IN CASH AND CASH EQUIVALENTS				
Cash and cash equivalents at the beginning of the period	(258.0)	53.9	(67.0)	(65.6)
Decrease for the period	(150.7)	(339.0)	(341.7)	(219.5)
Cash and cash equivalents at the end of the period	(408.7)	(285.1)	(408.7)	(285.1)

NOTES

- The half year ended and quarterly condensed financial statements have been prepared on the same basis of the accounting policies set out in the statutory financial statements of the group for the year ended December 31, 2012, except for the adoption of relevant amendments to published standards, standards and interpretations issued now effective.
- The condensed financial statements for the period ended June 30, 2013 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 15% (2012: 15%).
- Share of results of associates is after taxation and minority interests in the associates. The taxation on the share of results of associates amounts to MUR M 12.0 (2012: 13.5M).
- As of January 1, 2013, the Group adopted the revised IAS 19, Employee Benefits. These interim condensed financial statements reflect the retrospective application of the revised IAS 19.
- SEGMENT INFORMATION**
Terra Mauricia Ltd segments are strategic business units that offer different products and services. The accounting policies of the operating segments are the same as those described in the statutory financial statements of the group for the year ended December 31, 2012 except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

Half year ended June 30, 2013

	SUGAR	ENERGY	COMMERCIAL & ALCOHOL PRODUCTION	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Total segment revenues	56.1	569.3	585.5	102.2	1,313.1
Inter-segments revenues	-	(6.4)	(1.9)	(0.7)	(9.0)
Revenues from external customers	56.1	562.9	583.6	101.5	1,304.1
Segment results	(251.3)	22.2	35.0	41.0	(153.1)
Share of results of associates	43.1	-	9.8	26.8	79.7
Finance costs	(11.8)	(2.1)	(5.8)	-	(19.7)
(Loss)/profit before taxation	(220.0)	20.1	39.0	67.8	(93.1)
Taxation	-	(3.8)	(4.3)	(2.4)	(10.5)
Net (loss)/profit	(220.0)	16.3	34.7	65.4	(103.6)

Half year ended June 30, 2012

	SUGAR	ENERGY	COMMERCIAL & ALCOHOL PRODUCTION	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Total segment revenues	23.5	669.5	567.8	89.2	1,350.0
Inter-segments revenues	-	(9.1)	(1.2)	(0.2)	(10.5)
Revenues from external customers	23.5	660.4	566.6	89.0	1,339.5
Segment results	(265.6)	85.9	38.9	17.5	(123.3)
Share of results of associates	39.2	-	4.7	46.0	89.9
Finance costs	(7.9)	(28.6)	(2.8)	-	(39.3)
(Loss)/profit before taxation	(234.3)	57.3	40.8	63.5	(72.7)
Taxation	-	(15.8)	(5.6)	(2.3)	(23.7)
Net (loss)/profit	(234.3)	41.5	35.2	61.2	(96.4)
Total assets					
June 30, 2013	14,816.9	1,786.8	730.0	1,657.0	18,990.7
June 30, 2012	10,480.3	1,944.3	721.3	1,190.2	14,336.1
December 31, 2012	14,905.8	1,935.4	908.1	1,567.8	19,317.1

COMMENTS ON THE RESULTS FOR THE SIX MONTHS ENDED JUNE 30, 2013

Net assets per share increased from MUR 51.24 to MUR 71.79 mainly as a result of the revaluation of Land & Buildings carried out in December 2012. The first semester results are not representative of the year's performance on account of seasonality of most of our activities. Hence the focus should remain on the annual rather than the semester results.

Overall, group results have decreased by 7.5% on last year, with losses after tax having increased by MUR 7 M, as explained below:

SUGAR

As is always the case, a loss has been incurred in the course of the first semester. It is expected that such loss will reverse as the crop progresses. We expect this segment to be profitable for the year.

ENERGY

The post debt tariff impacting the first semester results explains the drop in profitability. However, this has been mitigated by reduced finance costs, lower maintenance costs and a higher offtake on the part of CEB.

COMMERCIAL & ALCOHOL PRODUCTION

The cluster is performing satisfactorily with semester results almost at par with those of 2012.

OTHERS

The performance of associates was under par compared with last year while improved profits on disposals of land and investments marginally improved this segment's results.

PROSPECTS

The financial performance of the various Group segments, particularly sugar, should improve in the course of the second semester as the effect of seasonality wears out. However, uncertainty exists in respect of sugar sales volumes and prices.

By order of the Board of Directors
Terra Services Ltd
Secretary
August 13, 2013

This communiqué is published pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of Terra Mauricia Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.

The statement of direct and indirect interests of officers of the company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.

Copies of the unaudited condensed financial statements for the half year and three months ended June 30, 2013 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.