

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS AND THREE MONTHS ENDED SEPTEMBER 30, 2015

CONDENSED STATEMENTS OF FINANCIAL POSITION

THE GROUP	UNAUDITED SEPTEMBER 30, 2015 MUR'M	AUDITED DECEMBER 31, 2014 MUR'M
ASSETS		
Non-current assets	18,690.7	18,223.7
Current assets	2,006.0	2,095.4
Non-current asset classified as held for sale	132.6	146.3
Total assets	20,829.3	20,465.4
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	16,703.2	16,501.9
Non-controlling interests	1,034.4	957.5
Total equity	17,737.6	17,459.4
Non-current liabilities	1,145.1	1,117.8
Current liabilities	1,943.3	1,881.8
Liabilities directly associated with non-current assets classified as held for sale	3.3	6.4
Total equity and liabilities	20,829.3	20,465.4

CONDENSED STATEMENTS OF PROFIT OR LOSS

THE GROUP	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2014 MUR'M
Turnover	2,573.4	2,354.5	1,189.7	1,044.4
Operating profit/(loss)	103.4	(116.0)	189.9	105.2
Finance costs	(54.7)	(52.0)	(16.1)	(16.3)
Share of results of associates	168.9	145.9	54.4	45.7
Profit before taxation	217.6	(22.1)	228.2	134.6
Taxation	(35.1)	(30.8)	(19.2)	(17.1)
Profit/(loss) for the period	182.5	(52.9)	209.0	117.5
Profit/(loss) attributable to:				
Owners of the parent	96.6	(138.2)	148.0	55.1
Non-controlling interests	85.9	85.3	61.0	62.4
	182.5	(52.9)	209.0	117.5

DATA PER SHARE

EARNINGS/(LOSS) PER SHARE - MUR	0.42	(0.61)	0.65	0.24
NET ASSETS PER SHARE - MUR	73.41	71.96	73.41	71.96
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

THE GROUP	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2014 MUR'M
Profit/(loss) for the period	182.5	(52.9)	209.0	117.5
Other comprehensive income for the period net of tax	1.2	48.9	(11.3)	59.6
Total comprehensive income for the period	183.7	(4.0)	197.7	177.1
Total comprehensive income attributable to:				
Owners of the parent	98.0	(89.5)	136.4	114.5
Non-controlling interests	85.7	85.5	61.3	62.6
	183.7	(4.0)	197.7	177.1

CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to equity holders of the company					
	Stated 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, 2015	11,976.0	3,926.4	599.5	16,501.9	957.5	17,459.4
Total comprehensive income for the period	-	1.4	96.6	98.0	85.7	183.7
Movement in reserves	-	103.3	-	103.3	-	103.3
Dividends	-	-	-	-	(8.8)	(8.8)
Balance at September 30, 2015	11,976.0	4,031.1	696.1	16,703.2	1,034.4	17,737.6
At January 1, 2014	11,976.0	3,945.4	542.4	16,463.8	949.3	17,413.1
Total comprehensive income for the period	-	48.7	(138.2)	(89.5)	85.5	(4.0)
Dividends	-	-	-	-	(14.1)	(14.1)
Balance at September 30, 2014	11,976.0	3,994.1	404.2	16,374.3	1,020.7	17,395.0

CONDENSED STATEMENTS OF CASH FLOWS

THE GROUP	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2014 MUR'M
Operating activities				
Net cash from operating activities	92.7	14.2	84.2	42.9
Investing activities				
Net cash used in investing activities	(422.2)	(269.3)	(210.5)	(81.0)
Financing activities				
Net cash from financing activities	243.5	170.5	115.6	108.2
(Decrease)/increase in cash and cash equivalents	(86.0)	(84.6)	(10.7)	70.1

MOVEMENT IN CASH AND CASH EQUIVALENTS

Cash and cash equivalents at the beginning of the period	(41.6)	(49.5)	(116.9)	(204.2)
(Decrease)/increase for the period	(86.0)	(84.6)	(10.7)	70.1
Cash and cash equivalents at the end of the period	(127.6)	(134.1)	(127.6)	(134.1)

SEGMENT INFORMATION

Nine months ended September 30, 2015

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	451.6	836.8	1,146.0	171.1	2,605.5
Inter-segments revenues	(17.5)	(10.1)	-	(4.5)	(32.1)
Revenues from external customers	434.1	826.7	1,146.0	166.6	2,573.4
Segment results	(147.5)	149.5	73.5	27.9	103.4
Share of results of associates	66.9	-	22.8	79.2	168.9
Finance costs	(38.6)	(7.0)	(4.9)	(4.2)	(54.7)
(Loss)/profit before taxation	(119.2)	142.5	91.4	102.9	217.6
Taxation	-	(19.9)	(10.9)	(4.3)	(35.1)
Net (loss)/profit	(119.2)	122.6	80.5	98.6	182.5

Nine months ended September 30, 2014

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	396.2	834.5	980.8	162.0	2,373.5
Inter-segments revenues	-	(10.1)	-	(8.9)	(19.0)
Revenues from external customers	396.2	824.4	980.8	153.1	2,354.5
Segment results	(346.2)	149.0	57.5	23.7	(116.0)
Share of results of associates	58.2	-	24.8	62.9	145.9
Finance costs	(44.5)	(0.1)	(7.3)	(0.1)	(52.0)
(Loss)/profit before taxation	(332.5)	148.9	75.0	86.5	(22.1)
Taxation	1.7	(22.6)	(7.2)	(2.7)	(30.8)
Net (loss)/profit	(330.8)	126.3	67.8	83.8	(52.9)

Total assets					
September 30, 2015	15,283.0	1,754.5	1,013.3	2,778.5	20,829.3
December 31, 2014	15,264.6	1,721.4	1,054.2	2,425.2	20,465.4
September 30, 2014	14,957.5	1,737.3	952.4	2,358.0	20,005.2

COMMENTS ON THE RESULTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

While overall revenue for the nine months to September 2015 increased by MUR 218.9 M (9.2%) over the corresponding period last year, profit after tax (PAT) experienced a turnaround of MUR 235.4 M to reach MUR 182.5 M this year. The focus should nevertheless remain on the annual, rather than the periodic results, on account of the seasonality of a number of our activities.

Other than sugar, all segments and associates performed better during the current nine month period, with an aggregate PAT of MUR 301.7 M compared to MUR 277.9 last year.

Once again, overall results will be determined by the performance of our sugar segment.

For the first nine months of 2015, our local sugar operations have registered a loss of MUR 186.1 M compared to a loss of MUR 389.0 M for the same period last year. The improvement is attributable to curtailment of operating costs, a marginal surplus (MUR 6.6 M) arising from the previous crop, as compared to a deficit (MUR 32.5 M) in 2014 and a favourable standing crop valuation of MUR 121.6 M.

Our associate in Côte d'Ivoire has also contributed to improve the overall results of the sugar segment.

The viability of the Mauritian sugar industry remains a fundamental concern and the industry is in need of a thorough structural overhaul. This has been addressed by Government and we are eagerly awaiting the recommendations of the Implementation Committee set up by Government in the wake of the LMC Report.

Concerning group prospects for 2015, should the same treatment as in 2014 be afforded to the sugar segment by the SIFB and barring unforeseen events, the group financial performance for 2015 is likely to be significantly better than that of last year.

NOTES

1: The nine months 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, 2014, except for the adoption of relevant amendments to published standards and interpretations issued now effective.

2: The condensed financial statements for the period ended September 30, 2015 are unaudited.

3: Current tax on the adjusted profit for the period is calculated at 15% (2014: 15%).

4: 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 25.3M (2014: 21.9M).

5: 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, 2014, except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

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 nine months and three months ended September 30, 2015 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.

By order of the Board of Directors
Terra Services Ltd
Secretary

November 13, 2015

For the future. From 1838

terra