

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR HALF-YEAR AND THREE MONTHS ENDED JUNE 30, 2014

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED JUNE 30, 2014 MUR'M	AUDITED DECEMBER 31, 2013 MUR'M
ASSETS		
Non-current assets	17,935.8	17,829.5
Current assets	1,782.1	2,267.6
Non-current asset classified as held for sale	84.6	85.0
Total assets	19,802.5	20,182.1
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	16,259.8	16,463.8
Non-controlling interests	958.4	949.3
Total equity	17,218.2	17,413.1
Non-current liabilities	1,008.4	670.7
Current liabilities	1,575.4	2,097.8
Liabilities directly associated with non-current assets classified as held for sale	0.5	0.5
Total equity and liabilities	19,802.5	20,182.1

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2013 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2013 MUR'M
Turnover	1,310.1	1,304.1	634.0	669.3
Operating loss	(221.2)	(153.1)	(151.8)	(118.4)
Finance costs	(35.7)	(19.7)	(17.0)	(11.3)
Share of results of associates	100.2	79.7	54.3	37.7
Loss before taxation	(156.7)	(93.1)	(114.5)	(92.0)
Taxation	(13.7)	(10.5)	(5.0)	(3.6)
Loss for the period	(170.4)	(103.6)	(119.5)	(95.6)
Loss attributable to:				
Owners of the parent	(193.3)	(115.5)	(125.6)	(97.2)
Non-controlling interests	22.9	11.9	6.1	1.6
	(170.4)	(103.6)	(119.5)	(95.6)

DATA PER SHARE

LOSS PER SHARE - MUR	(0.85)	(0.51)	(0.55)	(0.43)
NET ASSETS PER SHARE - MUR	71.46	71.79	71.46	71.79
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	(170.4)	(103.6)	(119.5)	(95.6)
Other comprehensive income for the period net of tax	(10.7)	14.3	(1.0)	(25.0)
Total comprehensive income for the period	(181.1)	(89.3)	(120.5)	(120.6)
Total comprehensive income attributable to:				
Owners of the parent	(204.0)	(101.2)	(126.4)	(107.9)
Non-controlling interests	22.9	11.9	5.9	(12.7)
	(181.1)	(89.3)	(120.5)	(120.6)

CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to equity holders of the company					Total Equity
	Stated Capital	Revaluation and Other Reserves	Retained Earnings	Total	Non-controlling interests	
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	-	(10.7)	(193.3)	(204.0)	22.9	(181.1)
Dividends	-	-	-	-	(13.8)	(13.8)
Balance at June 30, 2014	11,976.0	3,934.7	349.1	16,259.8	958.4	17,218.2
At January 1, 2013 - 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

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2013 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2013 MUR'M
Operating activities				
Net cash (used in)/from operating activities	(28.7)	149.0	(84.9)	(82.0)
Investing activities				
Net cash used in investing activities	(188.3)	(182.1)	(99.5)	(152.4)
Financing activities				
Net cash from/(used in) financing activities	62.3	(117.6)	25.9	(107.3)
Decrease in cash and cash equivalents	(154.7)	(150.7)	(158.5)	(341.7)
MOVEMENT IN CASH AND CASH EQUIVALENTS				
Cash and cash equivalents at the beginning of the period	(49.5)	(258.0)	(45.7)	(67.0)
Decrease for the period	(154.7)	(150.7)	(158.5)	(341.7)
Cash and cash equivalents at the end of the period	(204.2)	(408.7)	(204.2)	(408.7)

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, 2013, 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, 2014 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 15% (2013: 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 15.0M (2013: 12.0M).

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, 2013 except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

Half year ended June 30, 2014

	SUGAR	ENERGY	BRANDS	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Total segment revenues	21.1	602.2	611.3	103.8	1,338.4
Inter-segments revenues	(16.8)	(6.5)	-	(5.0)	(28.3)
Revenues from external customers	4.3	595.7	611.3	98.8	1,310.1
Segment results	(336.1)	62.0	33.6	19.3	(221.2)
Share of results of associates	40.1	-	14.3	45.8	100.2
Finance costs	(29.2)	(0.3)	(5.9)	(0.3)	(35.7)
(Loss)/profit before taxation	(325.2)	61.7	42.0	64.8	(156.7)
Taxation	1.7	(9.1)	(3.7)	(2.6)	(13.7)
Net (loss)/profit	(323.5)	52.6	38.3	62.2	(170.4)

Half year ended June 30, 2013

	SUGAR	ENERGY	BRANDS	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Total segment revenues	70.1	569.3	585.5	102.2	1,327.1
Inter-segments revenues	(14.0)	(6.4)	(1.9)	(0.7)	(23.0)
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)

Total assets					
June 30, 2014	14,889.9	1,778.1	862.9	2,271.6	19,802.5
June 30, 2013	14,816.9	1,786.8	730.0	1,657.0	18,990.7
December 31, 2013	15,044.5	1,806.6	1,038.9	2,292.1	20,182.1

COMMENTS ON THE RESULTS FOR THE SIX MONTHS ENDED JUNE 30, 2014

Group losses for the semester ended June 30, 2014 have increased by MUR 66.8 M on last year.

This drop is mainly attributable to the low sugar prices presently obtainable in the EU, which has caused the MSS to forecast a price of MUR 14,000 per tonne for the current crop (2013 final price: MUR 15,830). The good crop on hand and the satisfactory performance of our Ivorian sugar operations will not fully mitigate this drop in price.

Our energy operation is faring better, spurred by improved coal usage efficiency and a higher electricity off take on the part of the CEB.

Brands, as well as our associates have been yielding satisfactory results, although lesser land disposals coupled with higher finance costs have somewhat eroded associates' profitability to date.

Overall results for the year are likely to hinge on the performance of our local sugar segment which should remain under pressure on account of persistently low sugar prices in Europe. However, certain initiatives are being considered locally which could - at least partially - remedy the situation in the short term.

By order of the Board of Directors
Terra Services Ltd
Secretary

August 13, 2014

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, 2014 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.