

# TERRA MAURICIA LTD

## UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR NINE MONTHS AND THREE MONTHS ENDED 30 SEPTEMBER 2018

### CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED	AUDITED
	30 SEPTEMBER	31 DECEMBER
	2018	2017
	MUR'M	MUR'M
<b>ASSETS</b>		
Non-current assets	16,105.9	15,915.8
Current assets	2,792.8	2,794.3
Non-current asset classified as held for sale	74.4	46.6
<b>Total assets</b>	<b>18,973.1</b>	<b>18,756.7</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Owners' interest	13,432.3	13,258.3
Non-controlling interests	1,121.8	1,074.6
Total equity	14,554.1	14,332.9
<b>Non-current liabilities</b>	<b>1,269.4</b>	<b>1,208.7</b>
<b>Current liabilities</b>	<b>3,125.9</b>	<b>3,207.6</b>
<b>Liabilities directly associated with non-current assets classified as held for sale</b>	<b>23.7</b>	<b>7.5</b>
<b>Total equity and liabilities</b>	<b>18,973.1</b>	<b>18,756.7</b>

### CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP			
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	NINE MONTHS	NINE MONTHS	THREE MONTHS	THREE MONTHS
	TO 30 SEPTEMBER	TO 30 SEPTEMBER	TO 30 SEPTEMBER	TO 30 SEPTEMBER
	2018	2017	2018	2017
	MUR'M	MUR'M	MUR'M	MUR'M
Turnover	3,299.4	3,031.7	1,358.5	1,294.7
Profit before finance costs and share of results of associates	74.7	1.5	138.6	116.9
Finance costs	(66.1)	(76.6)	(21.7)	(24.6)
Share of results of associates	113.4	46.4	32.7	(17.9)
Profit/(Loss) before taxation	122.0	(28.7)	149.6	74.4
Taxation	(31.6)	(35.1)	(15.2)	(13.7)
Profit/(Loss) for the period	90.4	(63.8)	134.4	60.7
<b>Profit/(Loss) attributable to:</b>				
Owners of the parent	17.9	(155.6)	101.0	20.0
Non-controlling interests	72.5	91.8	33.4	40.7
	90.4	(63.8)	134.4	60.7

### DATA PER SHARE

EARNINGS/(LOSS) PER SHARE - MUR	0.08	(0.68)	0.44	0.09
NET ASSETS PER SHARE - MUR	59.03	57.97	59.03	57.97
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	UNAUDITED	UNAUDITED	UNAUDITED
	NINE MONTHS	NINE MONTHS	THREE MONTHS	THREE MONTHS
	TO 30 SEPTEMBER	TO 30 SEPTEMBER	TO 30 SEPTEMBER	TO 30 SEPTEMBER
	2018	2017	2018	2017
	MUR'M	MUR'M	MUR'M	MUR'M
Profit/(Loss) for the period	90.4	(63.8)	134.4	60.7
Other comprehensive income for the period net of tax	147.5	46.1	106.9	2.2
Total comprehensive income for the period	237.9	(17.7)	241.3	62.9
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	164.6	(109.5)	207.8	22.2
Non-controlling interests	73.3	91.8	33.5	40.7
	237.9	(17.7)	241.3	62.9

### CONDENSED STATEMENTS OF CHANGES IN EQUITY

	THE GROUP					
	Attributable to equity holders of the company					
	Stated Capital	Revaluation and Other Reserves	Retained Earnings	Total	Non-controlling interests	Total Equity
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
At 1 January 2018	11,976.0	358.2	924.1	13,258.3	1,074.6	14,332.9
Total comprehensive income for the period	-	146.7	17.9	164.6	73.3	237.9
Movement in reserves	-	9.4	-	9.4	(6.9)	2.5
Dividends	-	-	-	-	(19.2)	(19.2)
<b>Balance at 30 September 2018</b>	<b>11,976.0</b>	<b>514.3</b>	<b>942.0</b>	<b>13,432.3</b>	<b>1,121.8</b>	<b>14,554.1</b>
At 1 January 2017	11,976.0	298.8	1,032.0	13,306.8	1,003.7	14,310.5
Total comprehensive income for the period	-	46.1	(155.6)	(109.5)	91.8	(17.7)
Movement in reserves	-	(5.8)	-	(5.8)	(2.0)	(7.8)
Dividends	-	-	-	-	(14.7)	(14.7)
<b>Balance at 30 September 2017</b>	<b>11,976.0</b>	<b>339.1</b>	<b>876.4</b>	<b>13,191.5</b>	<b>1,078.8</b>	<b>14,270.3</b>

### CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
	NINE MONTHS	NINE MONTHS	THREE MONTHS	THREE MONTHS
	TO 30 SEPTEMBER	TO 30 SEPTEMBER	TO 30 SEPTEMBER	TO 30 SEPTEMBER
	2018	2017	2018	2017
	MUR'M	MUR'M	MUR'M	MUR'M
<b>Operating activities</b>				
Net cash from operating activities	3.5	54.7	72.2	116.9
<b>Investing activities</b>				
Net cash (used in)/from investing activities	(121.8)	(394.9)	33.7	(42.8)
<b>Financing activities</b>				
Net cash from/(used in) financing activities	52.0	219.1	(10.7)	20.3
(Decrease)/Increase in cash and cash equivalents	(66.3)	(121.1)	95.2	94.4
<b>MOVEMENT IN CASH AND CASH EQUIVALENTS</b>				
Cash and cash equivalents at the beginning of the period	51.6	136.3	(110.3)	(83.2)
(Decrease)/Increase for the period	(66.3)	(121.1)	95.2	94.4
Consolidation adjustment	(0.4)	(4.0)	-	-
Cash and cash equivalents at the end of the period	(15.1)	11.2	(15.1)	11.2

### NOTES

- 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 31 December 2017, except for the adoption of relevant amendments to published standards, standards and interpretations issued now effective.
- The condensed financial statements for the period ended 30 September 2018 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 3%-15% (2017: 3%-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 17M (2017: 8.9M)
- 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 31 December 2017 except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

#### Nine months ended 30 September 2018

	CANE	BRANDS	POWER	PROPERTY & LEISURE	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Total segment revenues	448.4	1,536.6	1,073.1	143.0	206.0	3,407.1
Inter-segments revenues	(21.8)	-	(11.6)	(19.0)	(55.3)	(107.7)
Revenues from external customers	426.6	1,536.6	1,061.5	124.0	150.7	3,299.4
Segment results	(239.6)	48.4	158.0	135.9	(28.0)	74.7
Share of results of associates	36.9	20.2	(1.3)	8.6	49.0	113.4
Finance costs	(29.8)	(12.2)	(3.7)	-	(20.4)	(66.1)
(Loss)/Profit before taxation	(232.5)	56.4	153.0	144.5	0.6	122.0
Taxation	(0.2)	(6.3)	(19.7)	(1.0)	(4.4)	(31.6)
Net (Loss)/Profit	(232.7)	50.1	133.3	143.5	(3.8)	90.4

#### Nine months ended 30 September 2017

	CANE	BRANDS	POWER	PROPERTY & LEISURE	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Total segment revenues	462.4	1,272.8	1,040.6	137.3	160.9	3,074.0
Inter-segments revenues	(21.6)	-	(11.8)	(5.8)	(3.1)	(42.3)
Revenues from external customers	440.8	1,272.8	1,028.8	131.5	157.8	3,031.7
Segment results	(235.2)	47.1	184.0	41.4	(35.8)	1.5
Share of results of associates	46.4	21.5	(2.3)	-	(19.2)	46.4
Finance costs	(30.0)	(7.9)	(3.5)	(2.1)	(33.1)	(76.6)
(Loss)/Profit before taxation	(218.8)	60.7	178.2	39.3	(88.1)	(28.7)
Taxation	0.4	(7.4)	(21.4)	(0.8)	(5.9)	(35.1)
Net (Loss)/Profit	(218.4)	53.3	156.8	38.5	(94.0)	(63.8)

#### Total assets

30 September 2018	9,101.1	1,571.4	2,151.4	2,768.3	3,380.9	18,973.1
31 December 2017	9,396.7	1,619.6	2,094.0	2,562.5	3,083.9	18,756.7
30 September 2017	9,438.9	1,266.5	1,892.0	2,536.2	3,166.9	18,300.5

#### Nine months ended 30 September 2018

	CANE	BRANDS	POWER	PROPERTY & LEISURE	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Sale of sugar, molasses, bagasse and foodcrops	426.6	-	-	-	-	426.6
Sale of goods	-	1,536.6	-	67.0	140.9	1,744.5
Sale of electricity	-	-	1,061.5	-	-	1,061.5
Revenue from services	-	-	-	57.0	9.8	66.8
	426.6	1,536.6	1,061.5	124.0	150.7	3,299.4

#### Nine months ended 30 September 2017

	CANE	BRANDS	POWER	PROPERTY & LEISURE	OTHERS	TOTAL
	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
Sale of sugar, molasses, bagasse and foodcrops	440.8	-	-	-	-	440.8
Sale of goods	-	1,272.8	-	62.1	135.5	1,470.4
Sale of electricity	-	-	1,028.8	-	-	1,028.8
Revenue from services	-	-	-	69.4	22.3	91.7
	440.8	1,272.8	1,028.8	131.5	157.8	3,031.7

### COMMENTS ON THE RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2018

#### GROUP RESULTS

Group profits for the period under review amounted to MUR 90.4 M, mainly attributable to profits realised on land sales of MUR 188 M and improved results of associates. The focus should remain on the annual results, rather than the quarterly performance, in view of the fact that a number of our activities are seasonal.

Local sugar operations incurred substantial losses of MUR 269.6 M, on account of low prevailing sugar prices. The overall losses for this cluster were marginally reduced by the contribution of MUR 36.9 M from our associate Sucrivoire.

Lower electricity off-take, coupled with higher maintenance costs during its annual shutdown, resulted in profits being reduced by MUR 23.5 M for the energy cluster.

The results recorded by our Brands segment remain satisfactory, almost at par with those of last year.

At the time of writing, except for local sugar operations where we anticipate higher losses for 2018, the other segmental results for the year are expected to be on par with or better than those of 2017.

By order of the Board of Directors  
Terra Services Ltd  
Secretary  
14 November 2018

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, Beau Plan Business Park, Pamplemousses.

Copies of the unaudited condensed financial statements for the nine months and three months ended 30 September 2018 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, Beau Plan Business Park, Pamplemousses.