

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR HALF-YEAR AND THREE MONTHS ENDED JUNE 30, 2019

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED JUNE 30, 2019 MUR'M	AUDITED DECEMBER 31, 2018 MUR'M
ASSETS		
Non-current assets	16,733.0	16,601.2
Current assets	2,551.7	2,847.5
Non-current asset classified as held for sale	16.2	28.8
Total assets	19,300.9	19,477.5
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	13,629.6	13,774.6
Non-controlling interests	1,045.8	1,052.5
Total equity	14,675.4	14,827.1
Non-current liabilities	1,069.5	1,058.1
Current liabilities	3,506.2	3,559.0
Liabilities directly associated with non-current assets classified as held for sale	49.8	33.3
Total equity and liabilities	19,300.9	19,477.5

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP				
	UNAUDITED SIX MONTHS TO JUNE 30, 2019 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2018 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2019 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2018 MUR'M	
	Turnover	1,804.6	1,940.9	942.8	1,042.7
	Loss before finance costs and share of results of associates	(73.3)	(63.9)	(24.5)	(5.0)
Finance costs	(50.7)	(44.4)	(27.0)	(24.1)	
Share of results of associates	64.2	68.6	29.8	43.9	
(Loss)/Profit before taxation	(59.8)	(39.7)	(21.7)	14.8	
Taxation	(18.3)	(16.4)	(12.7)	(11.3)	
(Loss)/Profit for the period	(78.1)	(56.1)	(34.4)	3.5	
Loss attributable to:					
Owners of the parent	(91.0)	(95.2)	(41.7)	(27.0)	
Non-controlling interests	12.9	39.1	7.3	30.5	
	(78.1)	(56.1)	(34.4)	3.5	

DATA PER SHARE

LOSS PER SHARE - MUR	(0.40)	(0.42)	(0.18)	(0.12)
NET ASSETS PER SHARE - MUR	59.90	60.54	59.90	60.54
NUMBER OF ORDINARY SHARES IN ISSUE	227,545,624	227,545,624	227,545,624	227,545,624

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(Loss)/Profit for the period	(78.1)	(56.1)	(34.4)	3.5
Other comprehensive income for the period net of tax	27.3	40.6	42.6	45.4
Total comprehensive income for the period	(50.8)	(15.5)	8.2	48.9
Total comprehensive income attributable to:				
Owners of the parent	(64.0)	(55.3)	0.7	17.7
Non-controlling interests	13.2	39.8	7.5	31.2
	(50.8)	(15.5)	8.2	48.9

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Attributable to equity holders of the company					Total Equity MUR'M
	Stated Capital MUR'M	Revaluation and Other Reserves MUR'M	Retained Earnings MUR'M	Total MUR'M	Non- controlling interests MUR'M	
At January 1, 2019	11,976.0	1,000.2	798.4	13,774.6	1,052.5	14,827.1
Total comprehensive income for the period	-	27.0	(91.0)	(64.0)	13.2	(50.8)
Movement in reserves	-	(81.0)	-	(81.0)	(13.3)	(94.3)
Dividends	-	-	-	-	(6.6)	(6.6)
Balance at June 30, 2019	11,976.0	946.2	707.4	13,629.6	1,045.8	14,675.4
At January 1, 2018	11,976.0	358.2	924.1	13,258.3	1,074.6	14,332.9
Total comprehensive income for the period	-	39.9	(95.2)	(55.3)	39.8	(15.5)
Movement in reserves	-	10.2	-	10.2	(6.6)	3.6
Dividends	-	-	-	-	(19.2)	(19.2)
Balance at June 30, 2018	11,976.0	408.3	828.9	13,213.2	1,088.6	14,301.8

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP				
	UNAUDITED SIX MONTHS TO JUNE 30, 2019 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2018 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2019 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2018 MUR'M	
	Operating activities				
	Net cash used in operating activities	(378.6)	(68.7)	(526.9)	(409.5)
Investing activities					
Net cash used in investing activities	(179.3)	(155.5)	(98.0)	(158.1)	
Financing activities					
Net cash from financing activities	229.3	62.7	298.8	261.9	
Decrease in cash and cash equivalents	(328.6)	(161.5)	(326.1)	(305.7)	

MOVEMENT IN CASH AND CASH EQUIVALENTS

Cash and cash equivalents at the beginning of the period	356.5	51.6	356.5	195.8
Decrease for the period	(328.6)	(161.5)	(326.1)	(305.7)
Consolidation adjustment	-	(0.4)	-	(0.4)
Cash and cash equivalents at the end of the period	27.9	(110.3)	30.4	(110.3)

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, 2018, 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, 2019 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 3%-15% (2018: 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 9.6M (2018: MUR 10.3M).
- 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, 2018 except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

Six months ended June 30, 2019

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	GROUP ADJUSTMENTS MUR'M	TOTAL MUR'M
Total segment revenues	26.7	740.5	874.4	103.9	138.7	-	1,884.2
Inter-segments revenues	(23.9)	(9.2)	-	(10.9)	(35.6)	-	(79.6)
Revenues from external customers	2.8	731.3	874.4	93.0	103.1	-	1,804.6
Segment results	(179.6)	34.2	37.0	49.2	42.4	(56.5)	(73.3)
Share of results of associates	5.6	(0.7)	13.4	9.0	36.9	-	64.2
Finance costs	(17.2)	(2.3)	(9.6)	(0.5)	(77.6)	56.5	(50.7)
(Loss)/profit before taxation	(191.2)	31.2	40.8	57.7	1.7	-	(59.8)
Taxation	-	(6.4)	(6.4)	(0.1)	(5.4)	-	(18.3)
Net (loss)/profit	(191.2)	24.8	34.4	57.6	(3.7)	-	(78.1)

Six months ended June 30, 2018

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	GROUP ADJUSTMENTS MUR'M	TOTAL MUR'M
Total segment revenues	27.1	763.9	988.2	90.3	133.7	-	2,003.2
Inter-segments revenues	(14.6)	(7.2)	-	(1.4)	(39.1)	-	(62.3)
Revenues from external customers	12.5	756.7	988.2	88.9	94.6	-	1,940.9
Segment results	(207.9)	96.4	18.7	38.8	19.1	(29.0)	(63.9)
Share of results of associates	35.4	(2.8)	11.1	4.6	20.3	-	68.6
Finance costs	(17.5)	0.2	(2.7)	(0.1)	(53.3)	29.0	(44.4)
(Loss)/profit before taxation	(190.0)	93.8	27.1	43.3	(13.9)	-	(39.7)
Taxation	-	(10.2)	(3.6)	(0.3)	(2.3)	-	(16.4)
Net (loss)/profit	(190.0)	83.6	23.5	43.0	(16.2)	-	(56.1)

Total assets

June 30, 2019	9,295.8	2,117.0	1,668.2	2,897.0	3,322.9	-	19,300.9
December 31, 2018	8,921.9	2,094.2	1,960.1	3,077.0	3,424.3	-	19,477.5
June 30, 2018	9,258.3	2,115.0	1,687.6	2,602.1	3,147.0	-	18,810.0

Six months ended June 30, 2019

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of sugar, molasses, bagasse and foodcrops	2.8	-	-	-	-	2.8
Sale of electricity	-	731.3	-	-	-	731.3
Sale of goods	-	-	874.4	42.4	96.3	1,013.1
Revenue from services	-	-	-	50.6	6.8	57.4
	2.8	731.3	874.4	93.0	103.1	1,804.6

Six months ended June 30, 2018

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of sugar, molasses, bagasse and foodcrops	12.5	-	-	-	-	12.5
Sale of electricity	-	756.7	-	-	-	756.7
Sale of goods	-	-	988.2	40.9	88.4	1,117.5
Revenue from services	-	-	-	48.0	6.2	54.2
	12.5	756.7	988.2	88.9	94.6	1,940.9

COMMENTS ON THE RESULTS FOR HALF-YEAR AND THREE MONTHS ENDED JUNE 30, 2019

GROUP RESULTS

Group turnover for the first six months of the financial year stood at MUR 1,804.6, down by 7% compared to last year, while Group losses increased by MUR 22 M to MUR 78.1 M. As a result, net assets per share decreased to MUR 59.90 as compared to MUR 60.54 as at end of financial year 2018.

The focus should however remain on the annual results, taking into account of the seasonality of a number of our activities.

CANE

The local sugar activities remained loss-making on account of the prevailing low sugar prices and despite efficiencies achieved through operational restructuring.

Our associate in Côte d'Ivoire posted reduced profits on account of lower sugar yields.

POWER

The decrease in profitability is mainly attributable to a combination of lower revenue and an earlier annual maintenance shutdown which gave rise to higher costs for the period under review.

BRANDS

Grays Inc activities booked a lower turnover but managed to maintain its gross profit margins at par with last year. The improved profitability of the cluster is mainly attributable to better results achieved by the distilling activities.

PROPERTY & LEISURE

The financial performance improved due to an increase in land sales and a greater contribution from the cluster's associate.

OTHERS

The good higher than expected performance of most of our associates contributed to improve the overall results of the segment.

By order of the Board of Directors
Terra Services Ltd
Secretary
August 12, 2019

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 20