

COMPAGNIE DE BEAU VALLON LIMITEE AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2019

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	Period ended		Year Ended
	30 June 2019	30 June 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
ASSETS			
Non-current assets	11,088,957	8,078,540	9,734,021
Current assets	343,462	1,161,292	475,359
Non-current assets classified as held for sale	67,943	38,288	82,297
Total assets	11,500,362	9,278,120	10,291,677
EQUITY AND LIABILITIES			
Owners' interests	5,224,235	3,706,939	4,547,906
Non-controlling interests	873,562	882,680	863,944
Non-current liabilities	3,658,085	3,623,281	3,643,826
Current liabilities	1,744,480	1,065,220	1,236,001
Total equity and liabilities	11,500,362	9,278,120	10,291,677

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

	THE GROUP		
	Period ended		Year Ended
	30 June 2019	30 June 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
Net cash (used in)/generated from operating activities	(67,781)	67,389	(160,338)
Net cash used in investing activities	(248,295)	(187,884)	(912,456)
Net cash (used in)/generated from financing activities	(16,305)	890,989	961,065
(Decrease)/increase in cash and cash equivalents	(332,381)	770,494	(111,729)
Movement in cash and cash equivalents			
At 1 January,	(400,190)	(288,461)	(288,461)
(Decrease)/increase	(332,381)	770,494	(111,729)
At 30 June/31 December,	(732,571)	482,033	(400,190)

SEGMENTAL INFORMATION - THE GROUP

Business segments	AGRO HOSPITALITY		OTHERS	TOTAL
	Rs'000	Rs'000	Rs'000	Rs'000
Unaudited six months to 30 June 2019				
Revenue	44,668	158,786	6,240	209,694
Operating segment results before impairment and additional depreciation	(10,060)	(7,807)	(10,205)	(28,072)
Impairment losses on bearer plants	(13,633)	-	-	(13,633)
Consolidation adjustment:				
- Additional depreciation on fair value of assets arising on restructuring of the Group	-	(29,683)	-	(29,683)
Operating segment results	(23,693)	(37,490)	(10,205)	(71,388)
Unaudited six months to 30 June 2018				
Revenue	11,461	233,264	5,365	250,090
Operating segment results before additional depreciation	(83,632)	23,379	(10,076)	(70,329)
Consolidation adjustment:				
- Additional depreciation on fair value of assets arising on restructuring of the Group	-	(29,683)	-	(29,683)
Operating segment results	(83,632)	(6,304)	(10,076)	(100,012)

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				
	Period ended		Quarter ended		Year Ended
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	31 December 2018
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	209,694	250,090	114,110	72,541	705,979
Operating loss before impairment of bearer plants	(57,755)	(100,012)	(44,404)	(71,553)	(230,288)
Impairment of bearer plants	(13,633)	-	(9,736)	-	(113,492)
Operating loss	(71,388)	(100,012)	(54,140)	(71,553)	(343,780)
Increase in fair value of investment property	37,792	-	37,792	-	-
Other income	3,918	7,671	1,745	4,855	17,633
Net finance costs	(29,678)	(92,341)	(14,603)	(66,698)	(326,147)
Share of result of associates	9	(693)	(1,538)	(1,669)	69
Loss before exceptional items	(134,177)	(176,492)	(79,647)	(115,166)	(484,787)
Exceptional items	13,163	46,568	(4,688)	28,520	63,876
Closure costs	(64,872)	(25,555)	(19,054)	(25,555)	(93,354)
Loss before taxation	(185,886)	(155,479)	(103,389)	(112,201)	(514,265)
Taxation	15,293	15,715	8,964	21,348	57,257
Loss for the period	(170,593)	(139,764)	(94,425)	(90,853)	(457,008)
Other comprehensive income	856,540	(4,676)	857,413	(4,950)	1,125,637
Total comprehensive income for the period	685,947	(144,440)	762,988	(95,803)	668,629
Loss attributable to:					
Owners of the parent	(127,650)	(94,269)	(63,308)	(38,761)	(374,757)
Non-controlling interests	(42,943)	(45,495)	(31,117)	(52,092)	(82,251)
Total comprehensive income attributable to:	(170,593)	(139,764)	(94,425)	(90,853)	(457,008)
Owners of the parent	676,329	(98,958)	741,617	(43,709)	744,790
Non-controlling interests	9,618	(45,482)	21,371	(52,094)	(76,161)
Total comprehensive income	685,947	(144,440)	762,988	(95,803)	668,629
Loss per share	Rs. (2,699.87)	(1,993.85)	(1,339.00)	(819.82)	(7,926.33)
Number of ordinary shares	47,280	47,280	47,280	47,280	47,280

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent				
	Share capital	Revaluation and other reserves	(Revenue deficit)/retained earnings		Non-controlling interests
			Total	Total equity	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE GROUP					
Balance at 1 January 2019	47,280	4,713,521	(212,895)	4,547,906	5,411,850
Loss for the period	-	-	(127,650)	(127,650)	(170,593)
Other comprehensive income for the period	-	803,979	-	803,979	856,540
Total comprehensive income for the period	-	803,979	(127,650)	676,329	685,947
Balance at 30 June 2019	47,280	5,517,500	(340,545)	5,224,235	6,097,797
Balance at 1 January 2018	47,280	3,608,031	228,762	3,884,073	4,812,235
- as previously reported	47,280	-	(78,176)	(78,176)	-
- effect of changes in accounting policies	-	-	-	-	-
- as restated	47,280	3,608,031	150,586	3,805,897	4,734,059
Loss for the period	-	-	(94,269)	(94,269)	(139,764)
Other comprehensive income for the period	-	(4,689)	-	(4,689)	13
Total comprehensive income for the period	-	(4,689)	(94,269)	(98,958)	(144,440)
Release on disposal of land	-	(8,854)	8,854	-	-
Balance at 30 June 2018	47,280	3,594,488	65,171	3,706,939	4,589,619

NOTES

- The interim condensed financial statements for the quarter ended 30 June 2019 are unaudited. The accounting policies and standards used in the preparation of these interim condensed financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2018, except for the adoption of new International Financial Reporting Standards issued which are now effective. This interim report complies with IAS 34 "Interim Financial Reporting".
- The activities of the company consist of growing and cultivation of sugar cane and other agricultural products. Due to the seasonal nature of the business in which the company operates, turnover is mainly generated during harvest season, that is between July and December. The subsidiaries are engaged mainly in hospitality segment.
- On 30 June 2019, the group has revalued all its buildings on leasehold land; the valuation was carried out by an Independent Certified Practising Valuer. Valuations were made on the basis of open market value and Rs 861m was credited to equity.
- Performance review:
 - The revenue of the group for the period ended 30 June 2019 amounted to Rs 210m compared to Rs 250m for the same period last year, the shortfall in revenue being mostly due to Preskil Island Resort's closure until May 2019 following major renovation works.
 - The Group's operating loss for the six months ended 30 June 2019 was reduced by Rs 29m, on the back of an improved performance in the agro diversification and SIFB compensation relative to 2017 crop. Operating loss in the hospitality segment for the period under review amounted to Rs 37m compared to Rs 6m for the same period last year, the variance being caused by the closure for renovation of Preskil Island Resort. Solana Beach Mauritius's occupancy rate improved by 7% (73.9% to 81.2%), resulting in an increase of Rs 13m in revenue, in spite of only a slight increase of 0.5% in tourists arrivals over the same period.
 - Management believes that next quarter's results should improve based on the re-opening of Preskil Island Resort and an expected slight recovery of European sugar prices.

This 13th August 2019

By Order of the Board
Navitas Corporate Services Ltd
Company Secretary

The Board of Directors of Compagnie de Beau Vallon Limitee accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements. Copies of the above condensed unaudited financial statements are available to the public, free of charge, at the registered office address of the Company, Riche-en-Eau, St Hubert. 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 to the Company Secretary at Navitas Corporate Services Ltd, Navitas House, Robinson Road, Floréal. The above condensed unaudited financial statements are issued pursuant to Listing Rule 12.20 and Section 88 of the Securities Act 2005.