

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE 3 MONTHS ENDED MARCH 31, 2020

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED MARCH 31, 2020 MUR'M	AUDITED DECEMBER 31, 2019 MUR'M
ASSETS		
Non-current assets	16,390.5	16,524.0
Current assets	2,972.0	3,462.6
Non-current asset classified as held for sale	456.3	580.7
Total assets	19,818.8	20,567.3
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	13,636.1	14,033.7
Non-controlling interests	1,021.5	1,019.9
Total equity	14,657.6	15,053.6
Non-current liabilities	1,150.7	1,099.1
Current liabilities	4,010.5	4,414.6
Total equity and liabilities	19,818.8	20,567.3

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP	
	UNAUDITED THREE MONTHS TO MARCH 31, 2020 MUR'M	UNAUDITED THREE MONTHS TO MARCH 31, 2019 MUR'M
Turnover	861.9	861.8
Loss before finance costs, exceptional item and share of results of associates	(77.2)	(48.8)
Fair value loss on non-current assets classified as held for sale	(124.4)	-
Finance costs	(30.6)	(23.7)
Share of results of associates	23.2	34.4
Loss before taxation	(209.0)	(38.1)
Taxation	(4.3)	(5.6)
Loss for the period	(213.3)	(43.7)
(Loss) / Profit attributable to:		
Owners of the parent	(214.0)	(49.3)
Non-controlling interests	0.7	5.6
	(213.3)	(43.7)

DATA PER SHARE

LOSS PER SHARE - MUR	(0.94)	(0.22)
NUMBER OF ORDINARY SHARES IN ISSUE	227,545,624	227,545,624

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP	
Loss for the period	(213.3)	(43.7)
Other comprehensive income for the period net of tax	(175.4)	(15.3)
Total comprehensive income for the period	(388.7)	(59.0)
Total comprehensive income attributable to:		
Owners of the parent	(389.4)	(64.7)
Non-controlling interests	0.7	5.7
	(388.7)	(59.0)

CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	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	
Balance at January 1, 2020	11,976.0	1,416.0	641.7	14,033.7	1,019.9	15,053.6
Total comprehensive income for the period	-	(175.4)	(214.0)	(389.4)	0.7	(388.7)
Movement in reserves	-	(8.2)	-	(8.2)	0.9	(7.3)
Balance at March 31, 2020	11,976.0	1,232.4	427.7	13,636.1	1,021.5	14,657.6
Balance at January 1, 2019	11,976.0	1,000.2	798.4	13,774.6	1,052.5	14,827.1
Effect of prior year adjustments	-	(572.8)	(193.1)	(765.9)	(69.0)	(834.9)
As restated	11,976.0	427.4	605.3	13,008.7	983.5	13,992.2
Total comprehensive income for the period	-	(15.4)	(49.3)	(64.7)	5.7	(59.0)
Movement in reserves	-	(50.0)	-	(50.0)	(13.9)	(63.9)
Dividends	-	-	-	-	(6.2)	(6.2)
Balance at March 31, 2019	11,976.0	362.0	556.0	12,894.0	969.1	13,863.1

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP	
	UNAUDITED THREE MONTHS TO MARCH 31, 2020 MUR'M	UNAUDITED THREE MONTHS TO MARCH 31, 2019 MUR'M
Operating activities		
Net cash used in operating activities	(64.9)	(148.3)
Investing activities		
Net cash used in investing activities	(179.0)	(81.3)
Financing activities		
Net cash used in financing activities	(0.2)	(69.5)
Decrease in cash and cash equivalents	(244.1)	(299.1)
MOVEMENT IN CASH AND CASH EQUIVALENTS		
Cash and cash equivalents at the beginning of the period	451.6	356.5
Decrease for the period	(244.1)	(299.1)
Cash and cash equivalents at the end of the period	207.5	57.4

NOTES

- The three months 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, 2019, except for the adoption of relevant amendments to published standards, standards and interpretations issued now effective.
- The condensed financial statements for the period ended March 31, 2020 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 3%-15% (2019: 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 3.5 M (2019: 5.2M).

5: SEGMENT INFORMATION

Terra Mauricia Ltd segments are strategic business units that offer different products and services.

Three months ended March 31, 2020

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	28.3	388.4	380.1	56.6	66.0	919.4
Inter-segments revenues	(8.2)	(3.9)	(6.6)	(13.0)	(25.8)	(57.5)
Revenues from external customers	20.1	384.5	373.5	43.6	40.2	861.9
Segment (loss)/profit after finance costs	(77.8)	18.3	(9.7)	(3.8)	(34.8)	(107.8)
Fair value loss on non-current assets classified as held for sale					(124.4)	(124.4)
Share of results of associates	0.4	(6.5)	(1.7)	3.9	27.1	23.2
(Loss)/profit before taxation	(77.4)	11.8	(11.4)	0.1	(132.1)	(209.0)
Taxation	-	(2.7)	(0.8)	-	(0.8)	(4.3)
Net (loss)/profit	(77.4)	9.1	(12.2)	0.1	(132.9)	(213.3)

Three months ended March 31, 2019

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	9.5	416.4	360.8	48.8	61.0	896.5
Inter-segments revenues	(7.8)	(4.2)	-	(5.3)	(17.4)	(34.7)
Revenues from external customers	1.7	412.2	360.8	43.5	43.6	861.8
Segment (loss)/profit after finance costs	(99.4)	27.9	(9.0)	24.1	(16.1)	(72.5)
Share of results of associates	15.2	(0.6)	6.3	4.3	9.2	34.4
(Loss)/profit before taxation	(84.2)	27.3	(2.7)	28.4	(6.9)	(38.1)
Taxation	-	(3.8)	(0.3)	-	(1.5)	(5.6)
Net (loss)/profit	(84.2)	23.5	(3.0)	28.4	(8.4)	(43.7)

Total assets

31 March 2020	7,903.0	1,892.5	1,547.3	5,133.1	3,342.9	19,818.8
31 December 2019	8,075.0	1,823.7	1,997.2	5,009.1	3,662.3	20,567.3
31 March 2019	8,873.1	2,045.2	1,467.3	3,077.7	3,521.8	18,985.1

Three months ended March 31, 2020

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of goods	-	-	373.5	-	37.8	411.3
Sale of electricity	-	384.5	-	-	-	384.5
Sale of properties	-	-	-	2.9	-	2.9
Revenue from services	20.1	-	-	40.7	2.4	63.2
	20.1	384.5	373.5	43.6	40.2	861.9

Three months ended March 31, 2019

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY & LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of goods	-	-	360.8	-	41.9	402.7
Sale of electricity	-	412.2	-	-	-	412.2
Sale of properties	-	-	-	20.1	-	20.1
Revenue from services	1.7	-	-	23.4	1.7	26.8
	1.7	412.2	360.8	43.5	43.6	861.8

COMMENTS ON THE RESULTS FOR THE THREE MONTHS ENDED MARCH 31, 2020

GROUP RESULTS

While the turnover for the first quarter was on a par with the corresponding period last year, the Group results were negatively impacted mainly due to fair value losses of MUR 124.4 M arising on non-current assets held for sale. The focus should remain on the annual, rather than the quarterly results, in view of the seasonality of a number of our activities.

CANE

Our sugar operations posted losses of MUR 77.4 M on account of the prevailing low sugar prices, mitigated mainly by the deferral of certain non-essential expenses.

This year we are expecting a positive turnaround from our associate in Cote D'Ivoire, although the contribution for the period under review is almost at break-even level.

POWER

Reduced contribution of this segment is attributable to a lower offtake level, following the outbreak of COVID-19 and the country going into lockdown.

BRANDS

Operational results were almost on a par with last year. Profitability of the segment was however impacted by lower contribution from our associates.

PROPERTY AND LEISURE

Lower profitability is mainly related to a lower level of land sales during the period under review.

OTHERS

The fair value losses arising on non-current assets held for sale negatively impacted the performance of this segment.

OUTLOOK

It is anticipated that the outbreak of COVID-19 and the ensuing lockdown of the country will have a negative impact on the activities of the Property & Leisure and Brands segments as well as on our investment portfolio in the coming quarters. Given the persisting poor visibility as to when the pandemic will subside and economic activities can resume normally after the opening of borders, the group has taken various proactive measures to reduce costs and monitor closely its cash flow.

By order of the Board of Directors
Terra Services Ltd
Secretary
6 August 2020

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, Pamplémousses.

Copies of the unaudited condensed financial statements for the three months ended March 31, 2020 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, Beau Plan Business Park, Pamplémousses.