

STATEMENT OF FINANCIAL POSITION

	Unaudited 30 June 2022 Rs'000	Audited 31 December 2021 Rs'000
ASSETS		
Non-current assets	543,145	567,560
Current assets	759,315	715,022
Total Assets	1,302,460	1,282,582
EQUITY AND LIABILITIES		
Share capital and reserves		
Owners' interest	335,083	339,954
Non-current liabilities	385,225	348,328
Current liabilities	582,152	594,300
Total Equity and Liabilities	1,302,460	1,282,582
Net assets per share (Rs/share)	15.23	15.45
Number of ordinary shares	22,006,418	22,006,418

STATEMENT OF CHANGES IN EQUITY

	2022 Rs'000	2021 Rs'000
Balance as at 1 January	339,954	352,611
Total comprehensive loss for the period	(4,871)	(49,647)
Balance as at 30 June	335,083	302,964

STATEMENT OF CASH FLOWS

	Six months to 30 June 2022 Rs'000	Six months to 30 June 2021 Rs'000
Net cash used in operating activities	(122,496)	(40,268)
Net cash (used in)/generated from investing activities	(5,783)	357
Net cash generated from financing activities	95,980	100,802
(Decrease)/Increase in cash and cash equivalents	(32,299)	60,891
Movement in cash and cash equivalents At 1 January	(42,712)	(68,127)
(Decrease)/Increase	(32,299)	60,891
Effect of Foreign Exchange difference	(889)	1,057
At 30 June	(75,900)	(6,179)

Comments

The quarterly condensed financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2021, except for the adoption of published standards that are now effective and were authorised for issue by the Board of Directors on 11 August 2022.

Results

The Group's revenue for the six months ended 30 June 2022 increased by 35% compared to the corresponding period last year, mainly driven by (i) a better performance of all the Group's activities and (ii) price adjustment on some of our products.

The strategy of building up inventories with the aim of mitigating stock shortages for customers, paid off in terms of higher sales for the Group during the first six months of 2022. This strategy has, however, adversely impacted our cash flow situation.

STATEMENT OF PROFIT OR LOSS

	Three months to 30 June 2022 Rs'000	Three months to 30 June 2021 Rs'000	Six months to 30 June 2022 Rs'000	Six months to 30 June 2021 Rs'000
CONTINUING ACTIVITIES				
Revenue	349,236	232,421	648,935	481,929
Operating profit/(loss)	7,415	(25,985)	11,123	(27,498)
Other income	3,214	10,632	9,036	13,439
Profit/(Loss) before finance cost	10,629	(15,353)	20,159	(14,059)
Net finance cost	(7,201)	(8,774)	(15,797)	(15,547)
Share of results of associates	-	-	-	(1,508)
Profit/(Loss) before tax	3,428	(24,127)	4,362	(31,114)
Income tax	(5,263)	(2,936)	(7,791)	(3,530)
Loss for the period	(1,835)	(27,063)	(3,429)	(34,644)
Other comprehensive loss net of tax	(360)	(11,961)	(1,442)	(15,003)
Total comprehensive loss	(2,195)	(39,024)	(4,871)	(49,647)
Attributable to:				
Owners of the parent	(2,195)	(39,024)	(4,871)	(49,647)
Loss per share (Rs/share)	(0.08)	(1.23)	(0.16)	(1.57)

NOTES TO THE UNAUDITED INTERIM QUARTERLY FINANCIAL STATEMENTS
SEGMENTAL INFORMATION

	Fertilizers Rs'000	Trading Rs'000	Other Rs'000	Total Rs'000
Six months ended 30 June 2022				
Total segment revenues	213,293	435,642	-	648,935
Segment profit/(loss)	7,597	9,045	(5,519)	11,123
Other (cost)/income	(4,267)	5,625	7,678	9,036
Net finance (cost)/income	(10,357)	(4,559)	(881)	(15,797)
Share of results of associates	-	-	-	-
(Loss)/Profit before tax	(7,027)	10,111	1,278	4,362
Income tax	-	(7,791)	-	(7,791)
(Loss)/Profit for the period	(7,027)	2,320	1,278	(3,429)
Total assets 30 June 2022	398,012	640,114	264,334	1,302,460
Six months ended 30 June 2021				
Total segment revenues	130,648	349,276	2,005	481,929
Segment (loss)/profit	(19,167)	1,319	(9,631)	(27,479)
Other (cost)/income	(3,503)	4,326	6,801	7,624
Net finance (cost)/income	(9,407)	641	(985)	(9,751)
Share of results of associates	-	-	(1,508)	(1,508)
(Loss)/Profit before tax	(32,077)	6,286	(5,323)	(31,114)
Income tax	-	(3,530)	-	(3,530)
(Loss)/Profit for the period	(32,077)	2,756	(5,323)	(34,644)
Total assets 30 June 2021	310,512	581,359	318,362	1,210,233

The Group realised an operating profit of Rs 11.1 million for the six months period ended 30 June 2022, compared to an operating loss of Rs 27.5 million for the corresponding period last year. This reflects the positive contribution from higher sales and cost optimisation initiatives.

In line with the improved operational results, the Group posted a profit before tax of Rs 4.4 million for the six months period under review compared to a loss of Rs 31.1 million for the corresponding period last year.

Outlook

The high level of price inflation along with the ongoing volatility in commodity markets continue to impact the Group's business. However, the Group continues its strategy to mitigate the above impact on its business and create value for its shareholders.

Copies of this report and senior officers' interest are available free of charge from the Company Secretary, HM Secretaries Ltd, 18 Edith Cavell Street, Port Louis.

By order of the Board

HM Secretaries Ltd.
Company Secretary

11 August 2022

The Board of Directors of the Mauritius Chemical and Fertilizer Industry Limited accepts full responsibility for the accuracy of the information contained in the above report issued pursuant to Listing Rule 12.20 and Securities Act 2005.