

TERRA MAURICIA LTD

GROUP CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR HALF-YEAR PERIOD ENDED JUNE 30, 2022 AND THREE MONTHS ENDED JUNE 30 AND MARCH 31, 2022

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED JUNE 30, 2022 MUR'M	THE GROUP AUDITED DECEMBER 31, 2021 MUR'M
ASSETS		
Non-current assets	17,439.5	17,414.8
Current assets	4,055.5	3,769.8
Non-current asset classified as held for sale	1,256.3	1,098.7
Total assets	22,751.3	22,283.3
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	14,114.9	14,159.4
Non-controlling interests	806.2	840.1
Total equity	14,921.1	14,999.5
Non-current liabilities	3,870.1	3,981.8
Current liabilities	3,083.4	2,520.3
Liabilities directly associated with non-current assets classified as held for sale	876.7	781.7
Total equity and liabilities	22,751.3	22,283.3

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP					
	UNAUDITED SIX MONTHS TO JUNE 30, 2022 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2021 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2022 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2021 MUR'M	UNAUDITED THREE MONTHS TO MARCH 31, 2022 MUR'M	UNAUDITED THREE MONTHS TO MARCH 31, 2021 MUR'M
Turnover	2,824.2	1,940.8	1,377.3	967.4	1,446.9	973.4
Profit before finance costs, impairment and share of results of associates	125.0	217.0	22.8	183.3	102.2	33.7
Fair value gain/(loss) on non-current assets classified as held for sale	5.9	23.7	(106.7)	(65.2)	112.6	88.9
Net finance costs	(75.7)	(79.8)	(37.8)	(43.4)	(37.9)	(36.4)
Share of results of associates	113.1	111.3	61.3	50.0	51.8	61.3
Profit/(loss) before taxation	168.3	272.2	(60.4)	124.7	228.7	147.5
Taxation	(7.0)	(33.7)	(5.8)	(15.7)	(1.2)	(18.0)
Profit/(loss) for the period	161.3	238.5	(66.2)	109.0	227.5	129.5
Profit/(loss) attributable to:						
Owners of the Company	160.2	177.3	(82.5)	80.5	242.7	96.8
Non-controlling interests	1.1	61.2	16.3	28.5	(15.2)	32.7
	161.3	238.5	(66.2)	109.0	227.5	129.5

DATA PER SHARE

	2022	2021	2022	2021	2022	2021
EARNINGS/(LOSS) PER SHARE - MUR	0.70	0.78	(0.36)	0.35	1.07	0.43
NET ASSETS PER SHARE - MUR	62.03	61.40	62.03	61.40	63.08	60.62
NUMBER OF ORDINARY SHARES IN ISSUE	227,545,624	227,545,624	227,545,624	227,545,624	227,545,624	227,545,624

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	2022	2021	2022	2021	2022	2021
Profit/(loss) for the period	161.3	238.5	(66.2)	109.0	227.5	129.5
Other comprehensive income for the period net of tax	(149.8)	255.7	(155.0)	138.5	5.2	117.2
Total comprehensive income for the period	11.5	494.2	(221.2)	247.5	232.7	246.7
Total comprehensive income attributable to:						
Owners of the Company	(1.0)	433.0	(243.3)	219.0	242.3	214.0
Non-controlling interests	12.5	61.2	22.1	28.5	(9.6)	32.7
	11.5	494.2	(221.2)	247.5	232.7	246.7

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	THE GROUP					
	Attributable to owners of the company					
	Revaluation and Other Reserves		Retained Earnings	Total	Non-controlling interests	Total Equity
	Stated Capital	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
At January 1, 2022	11,976.0	1,678.7	504.7	14,159.4	840.1	14,999.5
Total comprehensive income for the period	-	(161.2)	160.2	(1.0)	12.5	11.5
Movement in reserves	-	(80.7)	37.2	(43.5)	(31.1)	(74.6)
Dividends	-	-	-	-	(15.3)	(15.3)
Balance at June 30, 2022	11,976.0	1,436.8	702.1	14,114.9	806.2	14,921.1
At January 1, 2021	11,976.0	1,307.8	309.7	13,593.5	975.4	14,568.9
Total comprehensive income for the period	-	255.7	177.3	433.0	61.2	494.2
Movement in reserves	-	(54.2)	-	(54.2)	(4.0)	(58.2)
Dividends	-	-	-	-	(6.2)	(6.2)
Balance at June 30, 2021	11,976.0	1,509.3	487.0	13,972.3	1,026.4	14,998.7

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2022 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2021 MUR'M	UNAUDITED THREE MONTHS TO MARCH 31, 2022 MUR'M	UNAUDITED THREE MONTHS TO MARCH 31, 2021 MUR'M
Net cash (used in)/from operating activities	(246.8)	(169.8)	(181.2)	129.6
Net cash used in investing activities	(261.5)	(229.8)	(54.2)	(141.9)
Net cash from financing activities	453.8	121.6	159.0	20.5
(Decrease)/increase in cash and cash equivalents	(54.5)	(278.0)	(76.4)	8.2
MOVEMENT IN CASH AND CASH EQUIVALENTS				
Cash and cash equivalents at the beginning of the period	472.4	432.9	472.4	432.9
(Decrease)/increase	(54.5)	(278.0)	(76.4)	8.2
Cash and cash equivalents at the end of the period	417.9	154.9	396.0	441.1

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, 2021, 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, and March 31, 2022 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 3%-15% (2021: 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 17.0 M (2021: 16.7M).
- SEGMENT INFORMATION**
Terra Mauricia Ltd segments are strategic business units that offer different products and services.

Half year ended June 30, 2022

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	GROUP TOTAL MUR'M
External revenues	84.6	953.7	990.5	217.8	577.6	2,824.2
Segment profit/(loss) after finance costs	50.4	(34.3)	25.9	15.1	(7.8)	49.3
Fair value gain on non-current assets classified as held for sale	-	-	-	-	5.9	5.9
Share of results of associates	-	11.8	16.5	5.3	79.5	113.1
Profit/(loss) before taxation	50.4	(22.5)	42.4	20.4	77.6	168.3
Taxation	-	-	(5.6)	-	(1.4)	(7.0)
Net profit/(loss)	50.4	(22.5)	36.8	20.4	76.2	161.3

Half year ended June 30, 2021

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
External revenues	4.9	1,008.0	792.1	61.3	74.5	1,940.8
Segment (loss)/profit after finance costs	(7.9)	160.3	26.8	(16.7)	(25.3)	137.2
Fair value gain on non-current assets classified as held for sale	-	-	-	-	23.7	23.7
Share of results of associates	19.6	(25.5)	21.3	5.9	90.0	111.3
Profit/(loss) before taxation	11.7	134.8	48.1	(10.8)	88.4	272.2
Taxation	-	(26.7)	(5.3)	0.3	(2.0)	(33.7)
Net profit/(loss)	11.7	108.1	42.8	(10.5)	86.4	238.5

June 30, 2022

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
December 31, 2021	8,139.6	1,460.8	1,972.8	5,762.6	4,947.5	22,283.3
June 30, 2021	8,278.1	1,976.6	1,407.5	5,537.5	4,022.1	21,221.8

Six months ended June 30, 2022

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of goods	77.0	-	990.5	-	91.4	1,158.9
Sale of electricity	-	953.7	-	-	-	953.7
Sale of properties	-	-	-	73.3	-	73.3
Contract revenue	-	-	-	-	483.5	483.5
Revenue from services	7.6	-	-	144.5	2.7	154.8
	84.6	953.7	990.5	217.8	577.6	2,824.2

Six months ended June 30, 2021

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of goods	-	-	792.1	-	71.8	863.9
Sale of electricity	-	1,008.0	-	-	-	1,008.0
Sale of properties	-	-	-	12.5	-	12.5
Revenue from services	4.9	-	-	48.8	2.7	56.4
	4.9	1,008.0	792.1	61.3	74.5	1,940.8

COMMENTS ON THE RESULTS

Group turnover for the first six months of FY22 increased by MUR 883.4 M to reach MUR 2.8 Bn, and Group net profits amounted to MUR 161.3 M, compared to MUR 238.5 M for the same corresponding period in FY21.

The focus on the Group results should remain on an annualised basis, taking into consideration the seasonality of a number of our activities.

CANE

Sugar operations showed a positive turnaround of MUR 38.7 M, attributable to an increase in overall estimated sugar revenues, resulting mainly from better than expected sugar prices.

POWER

The loss of MUR 22.5 M is mainly attributable to coal prices reaching record high levels following the outbreak of war in Ukraine. In the circumstances, Terragen declared a Force Majeure Event under the Power Purchase Agreement (PPA) with the Central Electricity Board (CEB). Terragen has resumed its operations at the beginning of the crop season on 27 June 2022, using bagasse to generate electricity. CEB and Terragen are currently engaged in a mediation process to seek a workable solution for both parties for the remaining period under the present PPA until June 2025.

The above factors negatively impacted the cluster's and the Group net profits for the first six months of FY22.

BRANDS

Net profit from operations for the semester is almost at par with last year. Overall cluster results amounted to MUR 36.8 M.

PROPERTY AND LEISURE

The property cluster improved its profitability compared to the corresponding period to MUR 20.4 M, a positive turnaround of MUR 30.9 M, due to higher revenue from land sales, a positive contribution from the Mahogany shopping promenade which was launched at the end of June 2021 and a much improved performance of its leisure division.

OTHERS

Share of associates' results dropped by MUR 10.5 M to MUR 79.5 M, due to the reduced profitability on investments in the financial sector. The cluster posted a lower net profit of MUR 76.2M, compared to MUR 86.4 for the corresponding period of FY22.

By order of the Board of Directors
Terra Services Ltd
Secretary
August 19, 2022