

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2022



REVENUE*

△ **Rs 10.3bn**
(HY 2022: Rs 8.5bn)

PROFIT FOR THE PERIOD*

△ **Rs 947m**
(HY 2022: Rs 336m)

EARNINGS PER SHARE*

△ **Rs 1.59**
(HY 2022: Rs 0.51)

CASH FLOW FROM OPERATIONS

▽ **Rs 1.3bn**
(HY 2022: Rs 1.6bn)

* from continuing operations

1. CONDENSED STATEMENTS OF FINANCIAL POSITION

	Dec 31, 2022	June 30, 2022
	Rs'000	Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	33,007,958	32,774,763
Investment properties	22,684,976	22,032,643
Investments in associated companies and jointly controlled entities	10,361,343	10,238,122
Other non-current assets	4,340,195	3,969,207
	70,394,472	69,014,735
Current assets	14,256,751	13,829,159
Total assets	84,651,223	82,843,894
EQUITY AND LIABILITIES		
Equity		
Equity holders' interests	28,775,500	28,613,754
Non-controlling interests	15,491,097	14,990,877
Total equity and reserves	44,266,597	43,604,631
Non-current liabilities	31,412,031	26,619,694
Current liabilities	8,972,595	12,619,569
Total equity and liabilities	84,651,223	82,843,894

2. CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended Dec 31, 2022	Quarter ended Dec 31, 2021	Six months ended Dec 31, 2022	Six months ended Dec 31, 2021
	Rs'000	Rs'000	Rs'000	Rs'000
Continuing operations				
Revenue	5,571,721	4,525,189	10,340,918	8,509,136
Operating profit	558,833	609,826	1,162,604	809,536
Fair value (loss)/gain on financial assets at fair value through profit or loss	(1,600)	3,658	(6,266)	8,823
Profit/(loss) on sale of land, investments and others	1,634	(28,538)	1,634	(25,538)
Bargain purchase	38,201	-	38,201	-
Share of results of associated companies and jointly controlled entities	634,007	331,324	672,640	88,406
Finance costs	(390,347)	(285,452)	(710,807)	(574,066)
Profit before taxation	840,728	630,818	1,158,006	307,161
Taxation	(147,949)	55,359	(210,717)	29,013
Profit for the period from continuing operations	692,779	686,177	947,289	336,174
Post tax loss for the period from discontinued operations	-	(3,000)	-	(2,000)
Profit for the period	692,779	683,177	947,289	334,174
Other comprehensive income				
Change in fair value of equity instruments at fair value through other comprehensive income	1,987	24,700	1,561	59,007
Currency translation differences	(45,900)	9,462	(49,100)	(2,700)
Remeasurement of employee benefit liabilities net of tax	-	1,466	(4,100)	200
Share of other comprehensive income of associated companies and jointly controlled entities	(89,729)	22,249	(358,749)	116,604
Other comprehensive income for the period net of tax	(133,642)	57,877	(410,388)	173,111
Total comprehensive income for the period	559,137	741,054	536,901	507,285
Profit for the period attributable to:				
Equity holders of the company	468,876	443,727	596,088	191,283
Non-controlling interests	223,903	239,450	351,201	142,891
	692,779	683,177	947,289	334,174
Total comprehensive income attributable to:				
Equity holders of the company	385,646	481,513	320,767	300,651
Non-controlling interests	173,491	259,541	216,134	206,634
	559,137	741,054	536,901	507,285
Per share data				
Profit attributable to equity holders of the company from continuing operations (Rs'000)	468,876	445,179	596,088	192,251
Loss attributable to equity holders of the company from discontinued operations (Rs'000)	-	(1,452)	-	(968)
Basic number of ordinary shares in issue ('000)	374,996	374,996	374,996	374,996
Earnings per share from continuing operations (Rs)	1.250	1.187	1.590	0.513
Loss per share from discontinued operations (Rs)	-	(0.004)	-	(0.003)
Dividend per share (Rs)	0.50	0.35	0.50	0.35
Net asset value per share (Rs)	-	-	76.74	76.30

3. CONDENSED STATEMENT OF CASH FLOWS

	Six months ended Dec 31, 2022	Six months ended Dec 31, 2021
	Rs'000	Rs'000
Net cash flows from operating activities	1,268,897	1,636,763
Net cash flows from investing activities	(1,284,105)	(1,581,836)
Net cash flows from financing activities	298,245	(946,043)
Net movement in cash and cash equivalents	283,037	(891,116)
Opening cash and cash equivalents	4,026,764	3,112,103
Effects of exchange rate changes	(24,837)	(7,106)
Closing cash and cash equivalents	4,284,964	2,213,881

4. SEGMENT INFORMATION FROM CONTINUING OPERATIONS

	Quarter ended Dec 31, 2022	Quarter ended Dec 31, 2021	Six months ended Dec 31, 2022	Six months ended Dec 31, 2021
	Rs'000	Rs'000	Rs'000	Rs'000
REVENUE				
Agribusiness	307,320	335,636	709,077	648,557
Commerce & manufacturing	1,548,409	1,091,516	2,955,233	2,265,199
Real estate	958,446	1,008,868	1,601,882	2,117,212
Land & investment	56,209	11,093	79,400	15,353
Hospitality	1,487,887	869,586	2,469,633	1,129,704
Logistics	921,024	931,755	1,903,824	1,790,522
Finance & technology	291,318	275,652	619,653	540,337
Corporate office	1,108	1,083	2,216	2,252
	5,571,721	4,525,189	10,340,918	8,509,136
SEGMENT RESULTS AFTER TAXATION				
Agribusiness	(72,953)	76,911	61,856	102,749
Commerce & manufacturing	108,942	56,448	205,265	111,958
Real estate	122,923	74,891	156,407	181,527
Land & investment	(110,240)	(79,265)	(247,612)	(180,775)
Hospitality	619,307	462,892	688,779	(51,486)
Logistics	115,919	65,595	176,480	122,047
Finance & technology	(71,752)	36,295	(61,076)	67,183
Corporate office	(19,367)	(7,590)	(32,810)	(17,029)
	692,779	686,177	947,289	336,174

5. CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent						Non-controlling interests	Total equity
	Share capital	Treasury shares	Associated companies	Revaluation, fair value and other reserves	Retained earnings	Total		
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000		
At July 1, 2022	3,607,987	(250,000)	2,790,031	15,323,384	7,142,352	28,613,754	14,990,877	43,604,631
Issue of shares by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	57,314	57,314
Convertible bond issued to non-controlling shareholders	-	-	-	-	-	-	466,200	466,200
Effect of change in ownership interest not resulting in loss of control	-	-	-	-	53,145	53,145	15,350	68,495
Transfers	-	-	-	(502)	502	-	-	-
Profit for the period	-	-	427,899	-	168,189	596,088	351,201	947,289
Movement in reserves	-	-	(24,668)	-	-	(24,668)	(16,632)	(41,300)
Other comprehensive income for the period	-	-	(256,826)	(16,047)	(2,448)	(275,321)	(135,067)	(410,388)
Dividends	-	-	-	-	(187,498)	(187,498)	-	(187,498)
Dividends paid by subsidiaries and associated companies to non-controlling shareholders	-	-	-	-	-	-	(238,146)	(238,146)
At Dec 31, 2022	3,607,987	(250,000)	2,936,436	15,306,835	7,174,242	28,775,500	15,491,097	44,266,597
At July 1, 2021	3,607,987	(250,000)	1,758,739	14,484,497	6,921,163	26,522,386	14,533,455	41,055,841
Issue of shares by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	59,966	59,966
Effect of change in ownership interest not resulting in loss of control	-	-	-	-	(122,966)	(122,966)	(425,615)	(548,581)
Profit for the period	-	-	27,111	-	164,172	191,283	142,891	334,174
Other comprehensive income for the period	-	-	75,972	33,218	178	109,368	63,743	173,111
Dividends	-	-	-	-	(131,249)	(131,249)	-	(131,249)
Dividends paid by subsidiaries and associated companies to non-controlling shareholders	-	-	-	-	-	-	(114,722)	(114,722)
At Dec 31, 2021	3,607,987	(250,000)	1,861,822	14,517,715	6,831,298	26,568,822	14,259,718	40,828,540

COMMENTS ON THE FINANCIAL STATEMENTS

The Group maintained its good performance since the beginning of the financial year and posted a profit from continuing operations of Rs 947m against Rs 336m last year, driven mainly by the Hospitality and Commerce & Manufacturing segments. All operating segments were profitable except Finance & Technology which suffered an increase in expected credit losses (ECL).

SEGMENT REVIEW

Land & investment

Land & investment owns most of the land assets of the Group and investment portfolios. As such this segment has the capacity, via its asset base, to raise funds through structured debts to finance the development of the Group. The loss incurred is due mainly to the costs incurred for maintaining and safeguarding the assets and the significant portion of the finance costs borne by the segment.

Agribusiness

The performance of this segment was affected by exceptionally low cane yields due to adverse weather conditions resulting in a particularly poor sugar tonnage. The higher sugar revenues per tonne for the 2022 crop did not adequately compensate for the reduced tonnage. The losses suffered by the sugar cane operations were mitigated by increased profits from farming activities and the associated company, Eclasia, and the segment reported reduced profits for the semester.

Given the more favourable economic environment prevailing in the sugar sector, an accelerated replantation programme has been launched which should result in significantly better yields and renewed profitability.

Commerce & manufacturing

Commerce & manufacturing recorded a laudable performance for the semester. Turnover increased by 30% over last year with profit after tax of Rs 205m compared with Rs 112m. These results were driven mainly by Axxess which increased its market share of the new vehicles market and the good performance of the Decathlon franchise.

Real estate

Real estate posted lower revenues and profits for the period under review compared with last year. The shopping malls and office rentals continued to perform well; the segment was however affected by lower sales realised from property development which did not crystallise due to delays in securing various permits. The problem is being addressed and progress is being made to resolve the situation.

Hospitality

The tourism industry has confirmed its recovery with nearly one million visitors coming to Mauritius for the calendar year 2022. The Hospitality segment benefited accordingly with revenues more than doubling from last year and profit after tax of Rs 689m for the period. The trend has continued into the new year with encouraging levels of forward bookings which bodes well for the second semester.

Logistics

The Logistics segment continued to perform well, driven by the sea freight and transport & haulage businesses. Revenue increased by 6% with profit after tax amounting to Rs 176m compared with Rs 122m last year. Regional activities, which contributed around 50% of profits, were consolidated with the acquisition of a transport company in Kenya. This will diversify further our revenue stream and lessen the dependence on the local market.

Finance & technology

Revenues of Finance & technology increased by 15% but the segment incurred a loss of Rs 61m for the semester against a profit of Rs 67m last year. The results were affected by a reduced share of profit from associate Swan and a significant increase in ECL provision.

OUTLOOK

The second semester has started on a strong footing and we expect the Group to continue on this good performance for the full year.

By order of the Board
ENL Secretarial Services Limited
Company Secretary

Tuesday, 14 February 2023

Notes:

The interim financial statements are unaudited. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended June 30, 2022.

These condensed financial statements are issued pursuant to Listing Rules 12.20 and 12.21 and section 88 of the Securities Act 2005.

Copies of this report are available to the public, free of charge, at the Registered Office of the Company at ENL House, Vivéa Business Park, Moka.

Copies of the statement of direct and indirect interests of the senior officers of the Company pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 are available free of charge to the public upon request to the Company Secretary at the registered office of the Company at ENL House, Vivéa Business Park, Moka.

The Board of Directors of ENL Limited accepts full responsibility for the accuracy of the information contained in this communiqué.

Get in touch with us

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