

ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023



REVENUE

Rs 20.9bn
(2022: Rs 17.7bn)

PROFIT AFTER TAX

Rs 3bn
(2022: Rs 1.6bn)

EARNINGS PER SHARE

Rs 4.55
(2022: Rs 2.20)

DIVIDEND YIELD

5.13%
(2022: 2.96%)

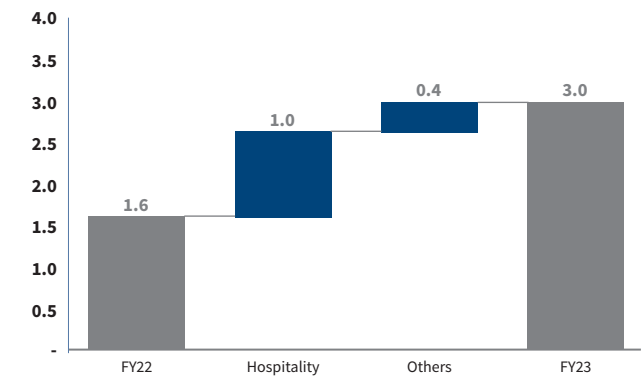
1. CONDENSED STATEMENT OF FINANCIAL POSITION

	June 30, 2023	June 30, 2022
	Rs'000	Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	36,397,391	32,774,763
Investment properties	25,634,419	22,032,643
Investments in associated companies and jointly controlled entities	11,053,650	10,238,122
Other non-current assets	3,086,065	3,969,207
	76,171,525	69,014,735
Current assets	14,958,603	13,829,159
Non-current assets classified as held-for-sale	154,730	-
Total assets	91,284,858	82,843,894
EQUITY AND LIABILITIES		
Equity		
Equity holders' interests	32,022,519	28,613,754
Non-controlling interests	17,545,828	14,990,877
Total equity	49,568,347	43,604,631
Non-current liabilities	29,729,364	26,619,694
Current liabilities	11,987,147	12,619,569
Total equity and liabilities	91,284,858	82,843,894

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

	Year ended June 30, 2023	Year ended June 30, 2022
	Rs'000	Rs'000
Continuing operations		
Revenue	20,851,806	17,667,889
Operating profit	3,470,227	2,333,572
Fair value (loss)/gain on financial assets at fair value through profit or loss	(20,970)	6,684
Profit on disposal of land and investments	19,222	19,522
Settlement of pre-existing obligations	-	(41,308)
Bargain purchase	53,000	-
Share of profit of associated companies and jointly controlled entities	1,564,922	554,435
Finance costs	(1,641,156)	(1,154,219)
Profit before taxation	3,445,245	1,718,686
Taxation	(453,759)	(126,572)
	2,991,486	1,592,114
Post tax profit from discontinued operations	11,300	33,700
Profit for the year	3,002,786	1,625,814
Other comprehensive income		
Change in fair value of equity instruments at fair value through other comprehensive income	(22,125)	141,827
Currency translation differences	(55,642)	40,755
Remeasurement of employee benefit liabilities, net of tax	(18,019)	(49,688)
Gain on revaluation of property, plant and equipment, net of tax	3,909,663	813,671
Share of other comprehensive income of associated companies and jointly controlled entities	(219,528)	992,309
Other comprehensive income for the year, net of tax	3,594,349	1,938,874
Total comprehensive income for the year	6,597,135	3,564,688
Profit for the year attributable to:		
Equity holders of the company	1,709,282	841,363
Non-controlling interests	1,293,504	784,451
	3,002,786	1,625,814
Total comprehensive income attributable to:		
Equity holders of the company	4,064,172	2,398,959
Non-controlling interests	2,532,963	1,165,729
	6,597,135	3,564,688
Per share data		
Profit attributable to equity holders of the company from continuing operations (Rs'000)	1,705,340	826,311
Profit attributable to equity holders of the company from discontinued operations (Rs'000)	3,942	15,052
Basic number of ordinary shares in issue ('000)	374,996	374,996
Earnings per share from continuing operations (Rs)	4.548	2.204
Earnings per share from discontinued operations (Rs)	0.011	0.040
Dividend per share (Rs)	1.00	0.80
Net asset value per share (Rs)	85.39	76.30

FROM A PROFIT OF RS 1.6BN TO RS 3BN IN FY23



COMMENTS ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

The Group posted good results for the year ended 30 June 2023 with revenue up by 18% and profit after tax increasing by 85% to reach Rs 3bn. These results were achieved in spite of higher finance costs of Rs 487m following the increase by 225 basis points of the key rate since 30 June 2022. All the operating segments performed well and contributed to this improved performance.

SEGMENT REVIEW

Land & investment

Most of the land assets and investment portfolios of the Group are included under the Land & investment segment. The latter uses this asset base to raise funds through structured debt to finance the development of the Group. The segment houses a renewable energy business which the Group has launched lately, in line with its commitments towards sustainable practices; the aim is to grow this business to operate as a separate segment.

The loss recorded by this segment is mainly due to the costs incurred for managing the Group, maintaining and safeguarding the assets and the significant portion of the finance costs borne by the segment.

Agribusiness

Agribusiness posted increased profits despite the low sugar tonnage achieved for the 2022 crop. The good results stem from a much higher sugar price and increased profitability of the poultry contract growing activities. Associated company, Ecolosa, also recorded an improved performance and thus contributed to the increased profitability. The favourable environment prevailing in the sugar sector has led the Group to accelerate its cane replantation programme; this should result in higher yields and increased profitability for the sector.

Commerce & manufacturing

Commerce & manufacturing had a commendable year with revenue and profit after tax up by 32% and 80% respectively. This performance was driven mainly by Axxess and Ensport which operates the Decathlon franchise. Axxess benefited from the continued buoyancy of the new vehicle market and an increased market share due to a better supply of vehicles. Ensport profited from strong consumer spending and a more exhaustive range of products to improve its results. Most of the other companies within the segment performed satisfactorily.

Real estate

Real estate, which comprises property development, rental of offices and shopping malls, continued to post strong results with a profit after tax of Rs 1bn despite delays in securing the relevant permits to finalise the sale of land plots which would have boosted performance further. Property development has progressed satisfactorily on its various projects in Moka and Savannah. The office spaces owned by Officea are nearly fully let and this bodes well for the upcoming opening of the office buildings in Telfair which covers an area of 20,000 m². Ascencia continued its good performance and posted solid results on the back of a better tenant mix and strong consumer spending.

Hospitality

Mauritius is almost back to pre-covid level with regards to tourist arrivals and the recovery of the market has been beneficial to the hospitality segment, which operates as Rogers Hospitality. This segment saw revenue increase by 73% to reach Rs 5.1bn with profit after tax reaching Rs 1.4bn. This strong performance was driven by higher tourist arrivals together with higher guest night spending. Segment results were further boosted by the commendable results achieved by associated company, New Mauritius Hotels, which recorded significant profits for the year, both from its local and overseas operations.

Logistics

Logistics, whose operations are conducted by Velogic, recorded a small decrease in revenue resulting from lower freight rates but overall the segment continued to perform well with profit after tax increasing by 32% to reach Rs 273m. The performance was driven by the haulage and transport business, both locally and overseas where the Group expanded its operations by the acquisition of another business in Kenya during the year.

The share of foreign operations, where the growth potential is high, is increasing steadily and now makes up around 50% of Velogic's activities. This will lessen the dependence on the local market where the scope for further expansion is limited.

Finance & technology

Rogers Capital had a mixed year. Its results were affected by a significant increase in provisions related to the consumer credit business. Whilst segment revenue increased by 13%, profit after tax decreased from Rs 260m to Rs 108m, mainly on account of the additional provision. The associated company, Swan General, performed as expected and contributed significantly to profits.

OUTLOOK

The results for the first quarter of FY24 is in line with targets and forecasts for the rest of the year are promising.

By order of the Board
ENL Secretarial Services Limited
Company Secretary

Wednesday, 11 October 2023

Notes:

The abridged audited financial statements for the year ended June 30, 2023 have been prepared using the same accounting policies as the audited financial statements for the year ended June 30, 2023.

The abridged audited financial statements are issued pursuant to Listing Rule 12.14 and section 88 of the Securities Act 2005.

Copies of the full audited financial statements audited by Ernst & Young 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.

3. CONDENSED STATEMENT OF CASH FLOWS

	Year ended June 30, 2023	Year ended June 30, 2022
	Rs'000	Rs'000
Net cash flows from operating activities	3,292,890	3,571,201
Net cash flows from investing activities	(2,949,575)	(2,727,076)
Net cash flows from financing activities	(363,288)	70,335
Net movement in cash and cash equivalents	(19,973)	914,460
Opening cash and cash equivalents	4,026,764	3,112,103
Effects of exchange rate changes	(2,883)	201
Closing cash and cash equivalents	4,003,908	4,026,764

4. SEGMENT INFORMATION FROM CONTINUING OPERATIONS

	Year ended June 30, 2023	Year ended June 30, 2022
	Rs'000	Rs'000
REVENUE		
Agribusiness	1,076,410	967,872
Commerce & manufacturing	6,454,403	4,903,935
Real estate	3,296,256	3,980,154
Land & investment	103,108	115,879
Hospitality	5,065,030	2,919,180
Logistics	3,654,366	3,726,683
Finance & technology	1,192,634	1,049,017
Corporate office	9,599	5,169
	20,851,806	17,667,889
SEGMENT RESULTS AFTER TAXATION		
Agribusiness	167,287	75,240
Commerce & manufacturing	432,597	240,066
Real estate	1,059,464	821,312
Land & investment	(333,089)	(304,837)
Hospitality	1,362,077	333,415
Logistics	272,538	205,574
Finance & technology	108,166	259,746
Corporate office	(77,554)	(38,402)
	2,991,486	1,592,114

5. CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent					Total	Non-controlling interests	Total equity
	Share capital	Treasury shares	Associated companies	Revaluation, fair value and other reserves	Retained earnings			
	Rs'000	Rs'000	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 and convertible bonds in subsidiaries to non-controlling shareholders	-	-	-	-	-	-	710,787	710,787
Capital reduction by subsidiary company to non-controlling interests	-	-	-	-	-	-	(90,838)	(90,838)
Effect of change in ownership interest not resulting in loss of control	-	-	291	-	36,296	36,587	12,149	48,736
Transfers on disposal of land and investments	-	-	-	(26,349)	26,349	-	-	-
Profit for the year	-	-	987,767	-	721,515	1,709,282	1,293,504	3,002,786
Movement in reserves	-	-	(324,410)	-	7,412	(316,998)	(103,954)	(420,952)
Other comprehensive income for the year	-	-	(111,096)	2,495,927	(29,941)	2,354,890	1,239,459	3,594,349
Dividends	-	-	-	-	(374,996)	(374,996)	-	(374,996)
Dividends paid by subsidiaries and associated companies to non-controlling shareholders	-	-	-	-	-	-	(506,156)	(506,156)
At June 30, 2023	3,607,987	(250,000)	3,342,583	17,792,962	7,528,987	32,022,519	17,545,828	49,568,347
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 in subsidiaries to non-controlling shareholders	-	-	-	-	-	-	274,474	274,474
Capital reduction by subsidiary company to non-controlling interests	-	-	-	-	-	-	(109,005)	(109,005)
Effect of change in ownership interest not resulting in loss of control	-	-	-	6,595	(14,189)	(7,594)	(569,404)	(576,998)
Transfers	-	-	-	(19,687)	19,687	-	-	-
Profit for the year	-	-	274,225	-	567,138	841,363	784,451	1,625,814
Other comprehensive income for the period	-	-	757,067	851,979	(51,450)	1,557,596	381,278	1,938,874
Dividends	-	-	-	-	(299,997)	(299,997)	-	(299,997)
Dividends paid by subsidiaries and associated companies to non-controlling shareholders	-	-	-	-	-	-	(304,372)	(304,372)
At June 30, 2022	3,607,987	(250,000)	2,790,031	15,323,384	7,142,352	28,613,754	14,990,877	43,604,631

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