



The United Basalt Products Ltd.

THE UNITED BASALT PRODUCTS LTD AND ITS SUBSIDIARY COMPANIES

Unaudited Abridged Group Interim Financial Statements Quarter Ended September 30, 2020

ABRIDGED STATEMENT OF FINANCIAL POSITION

	Unaudited		Audited
	As at September 30, 2020	As at September 30, 2019 Restated	As at June 30, 2020
	Rs. ' 000	Rs. ' 000	Rs. ' 000
ASSETS			
Non-current assets	4,056,167	3,719,433	4,159,779
Current assets	1,541,016	1,528,263	1,403,085
TOTAL ASSETS	5,597,183	5,247,696	5,562,864
EQUITY AND LIABILITIES			
Equity			
Equity attributable to shareholders of the parent	3,336,678	3,191,108	3,238,830
Non-controlling interests	47,731	40,203	37,641
TOTAL EQUITY	3,384,409	3,231,311	3,276,471
Non-current liabilities	1,474,439	1,234,627	1,462,724
Current liabilities	738,335	781,758	823,669
TOTAL EQUITY AND LIABILITIES	5,597,183	5,247,696	5,562,864

At July 1, 2020

Profit for the period

Other comprehensive income

Total comprehensive income for the period

At September 30, 2020

At July 1, 2019

-As previously reported

-Effect of adopting new accounting standards

As restated at July 1, 2019

Profit for the period

Other comprehensive income

Total comprehensive income for the period

At September 30, 2019

ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Unaudited										
	Equity attributable to shareholders of the parent									Non-controlling Interests	Total
	Issued Capital	Share Premium	Associate Companies	Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total			
Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000		
At July 1, 2020	265,100	7,354	109,291	1,848,895	10,355	(12,937)	1,010,772	3,238,830	37,641	3,276,471	
Profit for the period	-	-	-	-	-	-	94,043	94,043	9,733	103,776	
Other comprehensive income	-	-	-	-	-	3,805	-	3,805	357	4,162	
Total comprehensive income for the period	-	-	-	-	-	3,805	94,043	97,848	10,090	107,938	
At September 30, 2020	265,100	7,354	109,291	1,848,895	10,355	(9,132)	1,104,815	3,336,678	47,731	3,384,409	
At July 1, 2019	265,100	7,354	102,130	1,488,373	10,811	(8,438)	1,247,957	3,113,287	36,455	3,149,742	
-As previously reported	-	-	-	-	-	-	(2,317)	(2,317)	-	(2,317)	
-Effect of adopting new accounting standards	-	-	-	-	-	-	1,245,640	3,110,970	36,455	3,147,425	
As restated at July 1, 2019	265,100	7,354	102,130	1,488,373	10,811	(8,438)	1,245,640	3,110,970	36,455	3,147,425	
Profit for the period	-	-	-	-	-	-	79,575	79,575	3,701	83,276	
Other comprehensive income	-	-	-	-	-	563	-	563	47	610	
Total comprehensive income for the period	-	-	-	-	-	563	79,575	80,138	3,748	83,886	
At September 30, 2019	265,100	7,354	102,130	1,488,373	10,811	(7,875)	1,325,215	3,191,108	40,203	3,231,311	

ABRIDGED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited		Audited
	Quarter ended September 30, 2020	Quarter ended September 30, 2019	Year ended June 30, 2020
	Rs. ' 000	Rs. ' 000	Rs. ' 000
Revenue	920,819	861,298	2,879,205
Operating profit	131,358	104,181	80,567
Finance income	77	-	4,141
Finance costs	(9,111)	(10,986)	(44,785)
Share of results of associates	6,302	8,887	7,780
Profit before tax	128,626	102,082	47,703
Income tax expense	(24,850)	(18,806)	(25,843)
Profit for the period / year	103,776	83,276	21,860
Other comprehensive income			
<i>Items to be reclassified to profit or loss in subsequent periods:</i>			
Exchange differences on translation of foreign operations	4,162	610	(5,535)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	4,162	610	(5,535)
<i>Items not to be reclassified to profit or loss in subsequent periods:</i>			
Net loss on equity instruments	-	-	(456)
Re-measurement losses on defined benefit plans	-	-	(241,127)
Income tax effect on re-measurement losses on defined benefit plans	-	-	39,157
Revaluation of land and buildings	-	-	390,324
Income tax effect on revaluation of land and buildings	-	-	(23,296)
Share of movement in reserves in associates	-	-	7,161
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-	171,763
Other comprehensive income for the period / year, net of tax	4,162	610	166,228
Total comprehensive income for the period / year, net of tax	107,938	83,886	188,088
Profit for the period / year attributable to:			
Equity holders of the parent	94,043	79,575	17,913
Non-controlling interests	9,733	3,701	3,947
	103,776	83,276	21,860
Total comprehensive income for the period / year attributable to:			
Equity holders of the parent	97,848	80,138	183,701
Non-controlling interests	10,090	3,748	4,387
	107,938	83,886	188,088
Earnings per share (Rs)			
Basic, profit for the period / year attributable to ordinary equity holders of the parent	3.55	3.00	0.68

ABRIDGED STATEMENT OF CASH FLOWS

	Unaudited	
	Quarter ended September 30, 2020	Quarter ended September 30, 2019
	Rs. ' 000	Rs. ' 000
Net cash flows from operating activities	107,571	46,681
Net cash flows used in investing activities	(6,099)	(73,377)
Net cash flows (used in) / from financing activities	(41,041)	4,402
Increase/ (Decrease) in cash and cash equivalents	60,431	(22,294)
MOVEMENT IN CASH AND CASH EQUIVALENTS		
At July 1,	(63,097)	(195,028)
Exchange difference	640	(865)
Movement	60,431	(22,294)
At September 30,	(2,026)	(218,187)

SEGMENTAL INFORMATION

	Unaudited		Audited
	Quarter ended September 30, 2020	Quarter ended September 30, 2019	Year ended June 30, 2020
	Rs. ' 000	Rs. ' 000	Rs. ' 000
Revenue:			
Building materials - Core business	705,965	654,560	2,115,320
Building materials - Retail	250,763	230,713	862,626
Agriculture	28,960	35,806	118,633
Consolidation adjustments	(64,869)	(59,781)	(217,375)
Total	920,819	861,298	2,879,205
Operating profit / (loss):			
Building materials - Core business	131,606	93,968	35,364
Building materials - Retail	7,245	13,214	3,018
Agriculture	(5,311)	(39)	(31,381)
Consolidation adjustments	(2,182)	(2,962)	73,566
Total	131,358	104,181	80,567

The above Unaudited Abridged Group Interim Financial Statements for the quarter ended September 30, 2020 have been prepared in compliance with International Financial Reporting Standards and on a basis consistent with that of the latest Audited Group Financial Statements for the year ended June 30, 2020.

COMMENTS

Our Group revenue for the quarter ended September 30, 2020 increased by 6.9% compared to that of the same period in 2019 whilst our Group operating profit increased by 26.1% from Rs 104.2 million to Rs 131.3 million. This improved result is attributable to our core business segment whose operating profit increased by 40.1% for the quarter under review.

The performance of our retail segment was adversely impacted by a rise in foreign exchange rates and by slow-moving stock provisions. Our agricultural segment's operating result was affected by a drop in sugar price and by a resulting adverse valuation of our consumable biological asset.

Our share of profits from associates for the quarter under review decreased by 29.1%, mainly due to the lower performance of our ready-mixed concrete entity.

In the light of the above, our Group net profit increased to Rs 103.8 million for the quarter under review compared to Rs 83.3 million for the same period in previous year. Earnings per share consequently increased from Rs 3.00 in 2019 to Rs 3.55 for this quarter.

OUTLOOK

Except for the major public infrastructure and property development projects currently in progress, we have a poor visibility beyond 2020. Our future performance relies on the recovery pace of our economy and on the announced government measures to support the construction industry going forward although the timing of announced projects is yet to be ascertained.

By Order of the Board

Bhooneshi Nemchand
Company Secretary

November 12, 2020

The above Unaudited Abridged Group Interim Financial Statements are issued pursuant to Listing Rule 12.20 of the Stock Exchange of Mauritius Ltd and to Section 88 of the Securities Act 2005.

The Board of Directors of The United Basalt Products Limited accepts full responsibility for the accuracy of the information contained in these Unaudited Abridged Group Interim Financial Statements.

The statement of direct and indirect interests of insiders required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, at the registered office of the Company, Trianon, Quatre Bornes.

Copies of this report are available to the public, free of charge, at the registered office of the Company, Trianon, Quatre Bornes.