

# BLUELIFE LIMITED

Business Registration Number: C07050411

## AUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2019

### AUDITED STATEMENTS OF FINANCIAL POSITION - JUNE 30, 2019

	THE GROUP			THE COMPANY		
	Audited as at June 30, 2019	Audited as at June 30, 2018 Restated	Audited as at Dec 31, 2017 Restated	Audited as at June 30, 2019	Audited as at June 30, 2018 Restated	Audited as at Dec 31, 2017 Restated
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>						
<b>Non-current assets</b>	3,163,469	3,231,319	3,876,962	1,936,444	2,070,505	2,458,686
<b>Current assets</b>	366,924	399,126	572,334	541,457	406,156	358,430
<b>Assets classified as held for sale</b>	575,311	583,926	62,000	342,889	342,941	-
<b>Total assets</b>	4,105,704	4,214,371	4,511,296	2,820,790	2,819,602	2,817,116
<b>EQUITY AND LIABILITIES</b>						
<b>Capital and reserves (attributable to owners of the parent)</b>						
Owners' interest	2,161,809	2,350,449	2,027,491	2,272,581	2,488,247	2,183,807
Non-controlling interests	(15,553)	(9,782)	924	-	-	-
<b>Total equity</b>	2,146,256	2,340,667	2,028,415	2,272,581	2,488,247	2,183,807
<b>Non-current liabilities</b>	621,107	629,686	498,314	3,688	1,647	5,067
<b>Current liabilities</b>	912,492	937,172	1,984,567	409,835	323,207	628,242
<b>Liabilities directly associated with assets classified as held-for-sale</b>	425,849	306,846	-	134,686	6,501	-
<b>Total equity and liabilities</b>	4,105,704	4,214,371	4,511,296	2,820,790	2,819,602	2,817,116

### AUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2019

	THE GROUP		THE COMPANY	
	Audited year ended June 30, 2019	Audited 6 months period ended June 30, 2018 Restated	Audited year ended June 30, 2019	Audited 6 months period ended June 30, 2018 Restated
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Continuing activities</b>				
Revenue	575,803	676,698	9,548	7,856
Operating (loss)/profit before finance costs	(29,453)	(2,195)	(40,767)	23,647
Finance costs	(84,951)	(47,730)	(19,360)	(13,002)
Impairment charges	(51,236)	(31,786)	(143,115)	(112,273)
Net (decrease)/increase in fair value of investment properties	(3,187)	(37,820)	9,533	(43,211)
Loss before taxation	(168,827)	(119,531)	(193,709)	(144,839)
Income tax (charge)/credit	(15,038)	987	326	4,155
<b>Loss for the year/period from continuing operations</b>	(183,865)	(118,544)	(193,383)	(140,684)
<b>Loss from discontinued operations, net of tax</b>	(5,216)	(14,928)	-	-
<b>Loss for the year/period</b>	(189,081)	(133,472)	(193,383)	(140,684)
Other comprehensive income for the period, net of tax	(4,890)	702	(1,247)	102
<b>Total comprehensive income for the year/period</b>	(193,971)	(132,770)	(194,630)	(140,582)
<b>Loss attributable to:</b>				
Owners of the parent	(184,554)	(122,586)	(193,383)	(140,684)
Non-controlling interests	(4,527)	(10,886)	-	-
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	(188,200)	(122,064)	(194,630)	(140,582)
Non-controlling interests	(5,771)	(10,706)	-	-
<b>Loss per share (Rs/cs)</b>				
-From continuing and discontinued operations	(0.282)	(0.209)	(0.295)	(0.240)
-From continuing operations	(0.274)	(0.183)	(0.295)	(0.240)

### AUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2019

	THE GROUP		THE COMPANY	
	Audited year ended June 30, 2019	Audited 6 months period ended June 30, 2018 Restated	Audited year ended June 30, 2019	Audited 6 months period ended June 30, 2018 Restated
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Continuing operations</b>				
Basic loss per share (Rupees & cents)	(0.282)	(0.209)	(0.295)	(0.240)
Continuing and discontinued operations	(0.274)	(0.183)	(0.295)	(0.240)
Continuing operations				
Net Assets per share (Rupees & cents)	3.301	3.589	3.470	3.799
Number of ordinary shares in issue	654,942,099	654,942,099	654,942,099	654,942,099
Weighted average number of ordinary share in issue	-	586,748,884	-	586,748,884

### AUDITED STATEMENTS OF CASH FLOW FOR THE YEAR ENDED JUNE 30, 2019

	THE GROUP		THE COMPANY	
	Audited year ended June 30, 2019	Audited 6 months period ended June 30, 2018 Restated	Audited year ended June 30, 2019	Audited 6 months period ended June 30, 2018 Restated
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Operating activities</b>				
Net cash used in operating activities	(200,381)	(4,055)	(209,938)	(137,868)
<b>Investing activities</b>				
Net cash from/(used in) investing activities	83,455	35,681	(359)	(47)
<b>Financing activities</b>				
Net cash from financing activities	46,454	146,907	239,926	206,903
<b>(Decrease)/increase in cash and cash equivalents</b>	(70,472)	178,533	29,629	68,988
<b>Movement in cash and cash equivalents</b>				
<b>At July 1</b>	(173,228)	(354,158)	(201,410)	(270,388)
Effect of foreign exchange difference	1,716	2,397	-	(10)
(Decrease)/increase	(70,472)	178,533	29,629	68,988
<b>At June 30,</b>	(241,984)	(173,228)	(171,781)	(201,410)

### AUDITED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2019

THE GROUP	Attributable to owners of the parent						
	Stated capital	Other reserves	Actuarial reserves	Revenue deficit	Total	Non-controlling interests	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>At July 1, 2018</b>	3,472,320	26,080	207	(1,148,158)	2,350,449	(9,782)	2,340,667
As previously reported							
Effect of adoption of new accounting standards - IFRS 9	-	-	-	(440)	(440)	-	(440)
As restated	3,472,320	26,080	207	(1,148,598)	2,350,009	(9,782)	2,340,227
Loss for the year	-	-	-	(184,554)	(184,554)	(4,527)	(189,081)
Other comprehensive income for the year	-	-	(3,646)	-	(3,646)	(1,244)	(4,890)
Total comprehensive income for the year	-	-	(3,646)	(184,554)	(188,200)	(5,771)	(193,971)
<b>Balance at June 30, 2019</b>	3,472,320	26,080	(3,439)	(1,333,152)	2,161,809	(15,553)	2,146,256
<b>At January 1, 2018</b>							
As previously reported	3,027,298	26,080	(322)	(1,011,343)	2,041,713	(28)	2,041,685
Effect of prior year adjustments	-	-	7	(14,229)	(14,222)	952	(13,270)
As restated	3,027,298	26,080	(315)	(1,025,572)	2,027,491	924	2,028,415
Loss for the period	-	-	-	(122,586)	(122,586)	(10,886)	(133,472)
Other comprehensive income for the period	-	-	522	-	522	180	702
Total comprehensive income for the period	-	-	522	(122,586)	(122,064)	(10,706)	(132,770)
Issue of shares	445,022	-	-	-	445,022	-	445,022
<b>Balance at June 30, 2018</b>	3,472,320	26,080	207	(1,148,158)	2,350,449	(9,782)	2,340,667

### THE COMPANY

	Stated capital	Actuarial reserves	Revenue deficit	Total				
					Rs'000	Rs'000	Rs'000	Rs'000
<b>At July 1, 2018</b>								
As previously reported	3,472,320	1,326	(985,399)	2,488,246				
Effect of adoption of new accounting standards - IFRS 9	-	-	(21,036)	(21,036)				
As restated	3,472,320	1,326	(1,006,435)	2,467,211				
Loss for the year	-	-	(193,383)	(193,383)				
Other comprehensive income for the year	-	-	(1,247)	(1,247)				
Total comprehensive income for the year	-	-	(193,383)	(194,630)				
<b>Balance at June 30, 2019</b>	3,472,320	79	(1,199,818)	2,272,581				
<b>At January 1, 2018</b>								
As previously reported	3,027,298	1,253	(840,795)	2,187,756				
Effect of prior year adjustments	-	(29)	(3,920)	(3,949)				
As restated	3,027,298	1,224	(844,715)	2,183,807				
Loss for the period	-	-	(140,684)	(140,684)				
Other comprehensive income for the period	-	102	-	102				
Total comprehensive income for the period	-	102	(140,684)	(140,582)				
Issue of shares	445,022	-	-	445,022				
<b>Balance at June 30, 2018</b>	3,472,320	1,326	(985,399)	2,488,247				

### NOTES TO THE AUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2019

The abridged financial statements for the year ended June 30, 2019 have been prepared in accordance with International Financial Reporting Standards and audited by Messrs BDO & Co Ltd.

#### Performance of the Group and the Company

After the change in the financial year end last year with BlueLife reporting for the six months period ended June 30, 2018, we are presently reporting for a twelve months period ended June 30, 2019.

The Group registered operational losses of Rs.29.5M for the year ended June 30, 2019 as compared with losses of Rs.2.2M for the six months period ended June 30, 2018. This is mainly the result of the absence of revenue and subsequent profit on disposal from our property development sector throughout the financial period under consideration with no project at construction stage. However the continuous improvement in the results of our hospitality cluster in a challenging market must be highlighted. Our hotels registered a combined 16% growth in the TREVPAR and 45% growth in the GOPPAR this year.

The Group's results have also been impacted by fair value decrease of investment properties for Rs.3.2M and impairment of goodwill of Rs.51.2M for the year compared to a combined Rs.69.2M for the six months ended June 30, 2018. An assessment of goodwill was performed during the financial year 2019 which resulted in an accelerated impairment of Rs.51.2m at Group level and Rs.11.5m at Company level. These amounts related to the remaining goodwill which initially arose on amalgamation on 31 December 2013 (Goodwill on amalgamation amounted Rs555.9m at 31 December 2013).

Financial costs of Rs.85M have been incurred for the year ended June 30, 2019. With the expected reduction of the Group's indebtedness as a result of assets sales, we are aiming to lower the financial costs' burden even further.

The income tax charge of Rs.15M for the financial year ended 30 June 2019 includes the reversals of deferred tax assets.

All the above contributed to Group losses of Rs.189M for the year ended June 30, 2019 as compared to Rs.133.4M for the six months period ended June 30, 2018.

At year end, the Group total assets and net assets stood at Rs.4.11Bn and Rs.2.15Bn respectively (2018 restated: Rs.4.21Bn and Rs.2.34Bn). Net assets per share was Rs.3.30 as at June 30, 2019 as compared with Rs.3.59 as at June 30, 2018.

#### FUTURE PROSPECTS

The Group will continue to favour cash generation with the sale of non-core assets, and will focus on the implementation of its property development projects.

The sale of part of Circle Square has been completed in August 2019 and we are working towards selling the rest of investment property in the course of this financial year.

The construction of the golf estate and its residential components is planned to start in the course of this financial year and our Group's results shall be positively impacted with the profit on disposal of inventory for sale on a percentage completion basis.

By Order of the Board  
IBL Management Ltd  
Company Secretary

September 30, 2019

Copies of these audited abridged financial statements and the statement of direct and indirect interests of officers of the Company are available free of charge, upon request made to the Company Secretary, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

The above audited abridged financial statements are issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of BlueLife Limited accepts full responsibility for the accuracy of the information contained in these audited abridged financial statements.