

COMPAGNIE DE BEAU VALLON LIMITEE AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	Period ended		Year Ended
	30 September 2019	30 September 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
ASSETS			
Non-current assets	11,623,721	8,253,161	9,734,021
Current assets	5,31,614	829,878	475,359
Non-current assets classified as held for sale	71,394	69,753	82,297
Total assets	12,046,729	9,152,792	10,291,677
EQUITY AND LIABILITIES			
Owners' interests	5,395,568	3,449,792	4,547,906
Non-controlling interests	950,855	862,413	863,944
Non-current liabilities (*)	4,167,235	3,694,725	3,643,826
Current liabilities (*)	1,533,071	1,145,862	1,232,001
Total equity and liabilities	12,046,729	9,152,792	10,291,677

* Following the implementation of IFRS 16, an amount of Rs 432m has been accounted as right of use assets and lease liabilities.

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

	THE GROUP		
	Period ended		Year Ended
	30 September 2019	30 September 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Net cash used in operating activities	(161,813)	(67,948)	(160,338)
Net cash used in investing activities	(10,529)	(528,673)	(912,456)
Net cash (used in)/generated from financing activities	(29,490)	954,682	961,065
(Decrease)/increase in cash and cash equivalents	(201,832)	358,061	(111,729)
Movement in cash and cash equivalents			
At 1 January,	(400,190)	(288,461)	(288,461)
(Decrease)/increase	(201,832)	358,061	(111,729)
At 30 September/31 December,	(602,022)	69,600	(400,190)

SEGMENTAL INFORMATION - THE GROUP

Business segments	AGRO		HOSPITALITY	OTHERS	TOTAL
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Unaudited nine months to 30 September 2019					
Revenue	89,598	309,520	9,560	408,678	
Operating segment results before impairment and additional depreciation	(78,268)	(15,243)	(17,862)	(111,373)	
Impairment losses on bearer plants	(17,030)	-	-	(17,030)	
Consolidation adjustment:					
- Additional depreciation on fair value of assets arising on restructuring of the Group	-	(29,683)	-	(29,683)	
Operating segment results	(95,298)	(44,926)	(17,862)	(158,086)	
Unaudited nine months to 30 September 2018					
Revenue	81,507	283,277	8,332	373,116	
Operating segment results before impairment and additional depreciation	(170,552)	19,921	(15,736)	(166,367)	
Impairment losses on bearer plants	(109,191)	-	-	(109,191)	
Consolidation adjustment:					
- Additional depreciation on fair value of assets arising on restructuring of the Group	-	(44,524)	-	(44,524)	
Operating segment results	(279,743)	(24,603)	(15,736)	(320,082)	

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				
	Period ended		Quarter ended		Year Ended
	30 September 2019	30 September 2018	30 September 2019	30 September 2018	31 December 2018
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue	408,678	373,116	198,984	123,026	705,979
Operating loss before impairment of bearer plants	(141,056)	(210,891)	(83,301)	(110,879)	(230,288)
Impairment of bearer plants	(17,030)	(109,191)	(3,397)	(109,191)	(113,492)
Operating loss	(158,086)	(320,082)	(86,698)	(220,070)	(343,780)
Increase in fair value of investment property	37,792	-	-	-	-
Other income	9,156	16,745	5,238	9,074	17,633
	(111,138)	(303,337)	(81,460)	(210,996)	(326,147)
Net finance costs	(178,661)	(120,055)	(74,153)	(36,597)	(158,709)
Share of result of associates	(1,004)	(1,375)	(1,013)	(682)	69
Loss before exceptional items	(290,803)	(424,767)	(156,626)	(248,275)	(484,787)
Exceptional items	163,021	47,090	149,858	522	63,876
Closure costs	(61,703)	(61,370)	3,169	(35,815)	(93,354)
Loss before taxation	(189,485)	(439,047)	(3,599)	(283,568)	(514,265)
Taxation	17,202	14,104	1,909	(1,611)	57,257
Loss for the period	(172,283)	(424,943)	(1,690)	(285,179)	(457,008)
Other comprehensive income	1,106,856	(5,343)	250,316	(667)	1,125,637
Total comprehensive income for the period	934,573	(430,286)	248,626	(285,846)	668,629

(Loss)/profit attributable to:

Owners of the parent	(104,136)	(349,676)	23,514	(255,407)	(374,757)
Non-controlling interests	(68,147)	(75,267)	(25,204)	(29,772)	(82,251)
	(172,283)	(424,943)	(1,690)	(285,179)	(457,008)

Total comprehensive income attributable to:

Owners of the parent	847,662	(355,047)	171,333	(256,089)	744,790
Non-controlling interests	86,911	(75,239)	77,293	(29,757)	(76,161)
	934,573	(430,286)	248,626	(285,846)	668,629

Loss per share	Rs. (2,202.54)	(7,395.85)	497.34	(5,402.01)	(7,926.33)
Number of ordinary shares	47,280	47,280	47,280	47,280	47,280

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent					
	Share capital	Revaluation and other reserves	(Revenue deficit)/retained earnings		Non-controlling interests	Total equity
			Total	Total		
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE GROUP						
Balance at 1 January 2019	47,280	4,713,521	(212,895)	4,547,906	863,944	5,411,850
Loss for the period	-	-	(104,136)	(104,136)	(68,147)	(172,283)
Other comprehensive income for the period	-	951,798	-	951,798	155,058	1,106,856
Total comprehensive income for the period	-	951,798	(104,136)	847,662	86,911	934,573
Balance at 30 September 2019	47,280	5,665,319	(317,031)	5,395,568	950,855	6,346,423
Balance at 1 January 2018						
- as previously reported	47,280	3,608,031	228,762	3,884,073	928,162	4,812,235
- effect of changes in accounting policies	-	-	(78,176)	(78,176)	-	(78,176)
- as restated	47,280	3,608,031	150,586	3,805,897	928,162	4,734,059
Loss for the period	-	-	(349,676)	(349,676)	(75,267)	(424,943)
Other comprehensive income for the period	-	(5,371)	-	(5,371)	28	(5,343)
Total comprehensive income for the period	-	(5,371)	(349,676)	(355,047)	(75,239)	(430,286)
Release on disposal of land	-	(9,560)	9,560	-	-	-
Consolidation adjustment	-	59	(1,117)	(1,058)	1,058	-
Issue of shares to non-controlling interests	-	-	-	-	8,432	8,432
	-	(9,501)	8,443	(1,058)	9,490	8,432
Balance at 30 September 2018	47,280	3,593,159	(190,647)	3,449,792	862,413	4,312,205

NOTES

- The interim condensed financial statements for the period ended 30 September 2019 are unaudited. The accounting policies and standards used in the preparation of these interim condensed financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2018. This interim report complies with IAS 34 "Interim Financial Reporting".
 - The activities of the company consist of growing and cultivation of sugar cane and other agricultural products. Due to the seasonal nature of the business in which the company operates, turnover is mainly generated during harvest season, that is between July and December. The subsidiaries are engaged mainly in hospitality segment.
 - The group has revalued all its land, buildings and leasehold rights; the valuation was carried out by an Independent Certified Practising Valuer. Valuations were made on the basis of open market value and Rs 1.1 billion was credited to equity.
 - Performance review:
 - The revenue of the group for the period ended 30 September 2019 amounted to Rs 409m compared to Rs 373m for the same period last year, following the successful re-opening of Preskil Island Resort and an improvement in the occupancy rate of Solana Beach Mauritius by 6.7% (74.5% to 81.2%), resulting in an increase in revenue, despite a drop of 0.1% in tourists arrivals over the same period. The agro segment has also registered an improved revenue of Rs 8m compared to last year.
 - The Group's operating loss for the nine months ended 30 September 2019 was reduced by Rs 162m, mainly explained by a positive variance in impairment of bearer plants and gain on fair value of standing canes in the agro segment. Variance in the hospitality segment is due to Preskil Island Resort's closure until May 2019 following major renovation works and its re-opening during off-peak season.
 - Exceptional items of Rs 163m for the period ended 30 September 2019 related to profit on disposal of land.
 - Management is confident that the group's next quarter's results should improve based on the re-opening of Preskil Island Resort as regards to the hospitality segment and an improved sugarcane harvest coupled with an expected slight recovery of European sugar prices for the agro segment.
- This 13th November 2019
- By Order of the Board
Navitas Corporate Services Ltd
Company Secretary
- The Board of Directors of Compagnie de Beau Vallon Limitée accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements. Copies of the above condensed unaudited financial statements are available to the public, free of charge, at the registered office address of the Company, Riche-en-Eau, St Hubert. The statement of direct and indirect interests of officers of the Company required under Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request to the Company Secretary at Navitas Corporate Services Ltd, Navitas House, Robinson Road, Floréal.*
- The above condensed unaudited financial statements are issued pursuant to Listing Rule 12.20 and Section 88 of the Securities Act 2005.*