

# CONSTANCE LA GAÏETE COMPANY LIMITED AND ITS SUBSIDIARIES

BRN: C06000032

## ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

### STATEMENT OF FINANCIAL POSITION

#### THE GROUP - AUDITED

Rs'000	Dec-2020	Restated Dec-2019	Restated Jan-2019
<b>ASSETS</b>			
Non-current assets	764,513	773,322	836,604
Current assets	260,479	180,351	137,882
Assets classified as held for sale	1,943	-	-
<b>Total assets</b>	<b>1,026,935</b>	<b>953,673</b>	<b>974,486</b>
<b>EQUITY AND LIABILITIES</b>			
Owners' interest	210,096	247,156	421,161
Non-current liabilities	439,056	376,932	413,828
Current liabilities	377,783	329,585	139,497
<b>Total equity and liabilities</b>	<b>1,026,935</b>	<b>953,673</b>	<b>974,486</b>

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

#### THE GROUP - AUDITED

Rs'000	Dec-2020	Dec-2019
<b>Statement of profit or loss</b>		
Revenue	261,228	259,489
Operating expenses and other charges	(288,898)	(303,880)
Operating loss	(27,670)	(44,391)
Other income *	26,518	47,924
(Loss)/profit from ordinary activities	(1,152)	3,533
Share of results of associates	38,989	(157,781)
	<b>37,837</b>	<b>(154,248)</b>
Finance income *	10,383	10,068
Finance costs	(16,708)	(15,216)
Profit/(loss) before taxation	31,512	(159,396)
Taxation	1,609	(6,251)
Profit/(loss) for the year	<b>33,121</b>	<b>(165,647)</b>
Earnings/(loss) per share (Rs)	<b>6.90</b>	<b>(34.51)</b>
<b>Statement of comprehensive income</b>		
Profit/(loss) for the year	33,121	(165,647)
Other comprehensive loss for the year	(70,181)	(8,358)
<b>Total comprehensive loss for the year</b>	<b>(37,060)</b>	<b>(174,005)</b>

### STATEMENT OF CASH FLOW

#### THE GROUP - AUDITED

Rs'000	Dec-2020	Dec-2019
Net cash (used in)/generated from operating activities *	(59,730)	4,513
Net cash generated from/(used in) investing activities *	23,326	(68,433)
Net cash (used in)/generated from financing activities	(11,680)	114,300
(Decrease)/increase in cash and cash equivalents	<b>(48,084)</b>	<b>50,380</b>
<i>Movement in cash and cash equivalents</i>		
At the beginning of the year	(36,722)	(87,102)
(Decrease)/increase	<b>(48,084)</b>	<b>50,380</b>
At the end of the year	<b>(84,806)</b>	<b>(36,722)</b>

\* Certain changes have made to the comparatives information to conform to current year presentation

#### By order of the Board

**La Gaïeté Services Ltd  
Secretaries**

**10 November 2021**

The statement of direct and indirect interests of officers pursuant to rule 8(2)(m) of the Securities (Disclosure obligations of Reporting Issuers) Rules 2007 is available free of charge upon request from the Company Secretary, La Gaïeté Services Ltd, 5<sup>th</sup> Floor, Labama House, 35 Sir William Newton Street, Port Louis. *The financial statements are issued pursuant to DEM Listing Rule 18 and the Securities Act 2005. The Board of Directors of Constance La Gaïeté Company Limited accepts full responsibility for the accuracy of the information contained in these financial statements. Copies of this abridged audited financial statements are available to the public free of charge at 5<sup>th</sup> floor, Labama House, 35 Sir William Newton Street, Port Louis, Mauritius.*

### STATEMENT OF CHANGES IN EQUITY

#### THE GROUP - AUDITED

Rs'000	Stated capital	Financial Assets at FVOCI	Actuarial losses	Other reserves	Retained earnings	Total
<b>At January 1, 2020</b>						
- As previously stated	120,000	13,612	(86,567)	146,695	19,471	213,211
- Prior year adjustment	-	-	-	-	33,945	33,945
- As restated	120,000	13,612	(86,567)	146,695	53,416	247,156
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>(11,312)</b>	<b>(53,932)</b>	<b>(4,937)</b>	<b>33,121</b>	<b>(37,060)</b>
Transfer	-	-	-	(147,417)	147,417	-
<b>At December 31, 2020</b>	<b>120,000</b>	<b>2,300</b>	<b>(140,499)</b>	<b>(5,659)</b>	<b>233,954</b>	<b>210,096</b>
<b>At January 1, 2019</b>						
- As previously stated	120,000	15,057	(87,176)	155,226	184,109	387,216
- Prior year adjustment	-	-	-	-	33,945	33,945
- As restated	120,000	15,057	(87,176)	155,226	218,054	421,161
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>(1,445)</b>	<b>609</b>	<b>(7,522)</b>	<b>(165,647)</b>	<b>(174,005)</b>
Transfer	-	-	-	(1,009)	1,009	-
<b>At December 31, 2019</b>	<b>120,000</b>	<b>13,612</b>	<b>(86,567)</b>	<b>146,695</b>	<b>53,416</b>	<b>247,156</b>

#### COMMENTS:

- The financial statements for the year ended 31 December 2020 have been audited by Ernst & Young. The financial statements comply with the Companies Act 2001 and have been prepared in accordance with International Financial Reporting Standards effective for the year under review.
- Results
 

Group revenue for the year was MUR 261.2 million, slightly higher compared to last year as a result of the improved price of sugar which mitigated the decrease in sugar accruing. Operational costs were well contained, resulting into a reduced operating loss of MUR 27.6 million compared to MUR 44.3 million in 2019. Other income stood at MUR 26.5 million (2019: MUR 47.9 million), share of profit from associates amounted to MUR 39.0 million (2019: loss of MUR 157.8 million, which included MUR 123.7m representing the Group's share of impairment loss in some associates) and net finance cost was MUR 6.3 million (2019: MUR 5.1 million). After booking for taxation credit of MUR 1.6 million (2019: charge MUR 6.3 million), profit for the year was MUR 33.1 million compared to a loss of MUR 165.6 million for 2019.
- Prior year adjustment relates to certain accruals for cost which has lapsed in prior years and are being reversed.
- Segmental results for the Group were as follows:

THE GROUP Rs'000	Dec-2020				Dec-2019			
	Agricultural products and related activities	Livestock and aquaculture	Other activities	Total	Agricultural products and related activities	Livestock and aquaculture	Other activities	Total
Revenue	168,368	63,321	29,539	261,228	162,514	63,147	33,828	259,489
Operating segment results	(13,196)	24,011	(14,725)	(3,910)	(42,660)	24,216	(5,218)	(23,662)
Other income	-	-	26,518	26,518	-	-	47,924	47,924
Segment results	(13,196)	24,011	11,793	22,608	(42,660)	24,216	42,706	24,262
Impairment of biological assets				(3,041)				(4,508)
Depreciation and amortisation				(15,126)				(15,914)
Expected credit losses				(5,593)				(307)
(Loss)/profit on ordinary activities				<b>(1,152)</b>				<b>3,533</b>

- Event after the reporting period

Government announced the introduction of a National Biomass Framework in its Budget Speech 2021-2022, whereby all planters and producers of sugar cane will be remunerated with an amount of MUR 3,300 per tonne of sugar. This was enacted through the Finance Act 2021 on August 5, 2021. This measure is a non-adjusting event and will have an impact on the carrying amount of biological assets of sugar cane as from the 2021 financial year.