

# TERRA MAURICIA LTD

## UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR HALF-YEAR AND THREE MONTHS ENDED JUNE 30, 2020

### CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED JUNE 30, 2020 MUR'M	AUDITED DECEMBER 31, 2019 MUR'M
<b>ASSETS</b>		
Non-current assets	16,530.6	16,524.0
Current assets	2,852.4	3,462.6
Non-current asset classified as held for sale	437.3	580.7
<b>Total assets</b>	<b>19,820.3</b>	<b>20,567.3</b>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves		
Owners' interest	13,652.7	14,033.7
Non-controlling interests	1,013.3	1,019.9
Total equity	14,666.0	15,053.6
Non-current liabilities	1,195.7	1,099.1
Current liabilities	3,958.6	4,414.6
<b>Total equity and liabilities</b>	<b>19,820.3</b>	<b>20,567.3</b>

### CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2020 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2019 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2020 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2019 MUR'M
Turnover	1,639.8	1,804.6	777.9	942.8
Loss before finance costs, exceptional item and share of results of associates	(174.4)	(73.3)	(97.2)	(24.5)
Fair value loss on non-current assets classified as held for sale	(143.4)	-	(19.0)	-
Finance costs	(49.6)	(50.7)	(19.0)	(27.0)
Share of results of associates	146.9	64.2	123.7	29.8
Loss before taxation	(220.5)	(59.8)	(11.5)	(21.7)
Taxation	(16.4)	(18.3)	(12.1)	(12.7)
Loss for the period	(236.9)	(78.1)	(23.6)	(34.4)
<b>Loss attributable to:</b>				
Owners of the parent	(243.8)	(91.0)	(29.8)	(41.7)
Non-controlling interests	6.9	12.9	6.2	7.3
	(236.9)	(78.1)	(23.6)	(34.4)

### DATA PER SHARE

	2020	2019	2020	2019
LOSS PER SHARE - MUR	(1.07)	(0.40)	(0.13)	(0.18)
NET ASSETS PER SHARE - MUR	60.00	61.67	60.00	61.67
NUMBER OF ORDINARY SHARES IN ISSUE	227,545,624	227,545,624	227,545,624	227,545,624

### CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	2020	2019	2020	2019
Loss for the period	(236.9)	(78.1)	(23.6)	(34.4)
Other comprehensive income for the period net of tax	(126.9)	27.3	48.5	42.6
Total comprehensive income for the period	(363.8)	(50.8)	24.9	8.2
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	(370.7)	(64.0)	18.7	0.7
Non-controlling interests	6.9	13.2	6.2	7.5
	(363.8)	(50.8)	24.9	8.2

### CONDENSED STATEMENTS OF CHANGES IN EQUITY

	THE GROUP					
	Attributable to equity holders of the company			Non-controlling interests		
	Revaluation Capital MUR'M	and Other Reserves MUR'M	Retained Earnings MUR'M	Total MUR'M	Total MUR'M	Total MUR'M
At January 1, 2020	11,976.0	1,416.0	641.7	14,033.7	1,019.9	15,053.6
Total comprehensive income for the period	-	(126.9)	(243.8)	(370.7)	6.9	(363.8)
Movement in reserves	-	(10.3)	-	(10.3)	(7.1)	(17.4)
Dividends	-	-	-	-	(6.4)	(6.4)
<b>Balance at June 30, 2020</b>	<b>11,976.0</b>	<b>1,278.0</b>	<b>397.9</b>	<b>13,652.7</b>	<b>1,013.3</b>	<b>14,666.0</b>
At January 1, 2019	11,976.0	1,000.2	798.4	13,774.6	1,052.5	14,827.1
Effect of prior year adjustments	-	(572.8)	(193.1)	(765.9)	(69.0)	(834.9)
As restated	11,976.0	427.4	605.3	13,008.7	983.5	13,992.2
Total comprehensive income for the period	-	27.0	(91.0)	(64.0)	13.2	(50.8)
Movement in reserves	-	(81.0)	-	(81.0)	(13.3)	(94.3)
Dividends	-	-	-	-	(6.6)	(6.6)
<b>Balance at June 30, 2019</b>	<b>11,976.0</b>	<b>373.4</b>	<b>514.3</b>	<b>12,863.7</b>	<b>976.8</b>	<b>13,840.5</b>

### CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED SIX MONTHS TO JUNE 30, 2020 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2019 MUR'M	UNAUDITED THREEMONTHS TO JUNE 30, 2020 MUR'M	UNAUDITED THREEMONTHS TO JUNE 30, 2019 MUR'M
<b>Operating activities</b>				
Net cash used in operating activities	(56.5)	(378.6)	(121.4)	(526.9)
<b>Investing activities</b>				
Net cash used in investing activities	(278.8)	(179.3)	(99.8)	(98.0)
<b>Financing activities</b>				
Net cash (used)/from financing activities	(6.6)	229.3	(6.4)	298.8
Decrease in cash and cash equivalents	(341.9)	(328.6)	(227.6)	(326.1)

### MOVEMENT IN CASH AND CASH EQUIVALENTS

	2020	2019	2020	2019
Cash and cash equivalents at the beginning of the period	451.6	356.5	451.6	356.5
Decrease for the period	(341.9)	(161.5)	(227.6)	(326.1)
Cash and cash equivalents at the end of the period	109.7	195.0	224.0	30.4

### NOTES

- The half year ended and quarterly condensed financial statements have been prepared on the same basis of the accounting policies set out in the statutory financial statements of the group for the year ended December 31, 2019, except for the adoption of relevant amendments to published standards, standards and interpretations issued now effective.
- The condensed financial statements for the period ended June 30, 2020 are unaudited.
- Current tax on the adjusted profit for the period is calculated at 3%-15% (2019: 3%-15%).
- Share of results of associates is after taxation and minority interests in the associates. The taxation on the share of results of associates amounts to MUR 22.0 M (2019: 9.6 M).
- SEGMENT INFORMATION**  
Terra Mauricia Ltd segments are strategic business units that offer different products and services.

### Half year ended June 30, 2020

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	GROUP TOTAL MUR'M
Total segment revenues	-	689.6	841.8	86.7	124.1	1,742.2
Inter-segments revenues	-	(10.1)	(12.8)	(23.9)	(55.6)	(102.4)
Revenues from external customers	-	679.5	829.0	62.8	68.5	1,639.8
Segment (loss)/profit after finance costs	(156.1)	38.0	(0.2)	(22.2)	(83.5)	(224.0)
Fair value loss on non-current assets classified as held for sale	-	-	-	-	(143.4)	(143.4)
Share of results of associates	17.4	(13.4)	11.1	8.3	123.5	146.9
(Loss)/profit before taxation	(138.7)	24.6	10.9	(13.9)	(103.4)	(220.5)
Taxation	-	(8.0)	(7.2)	-	(1.2)	(16.4)
Net (loss)/profit	(138.7)	16.6	3.7	(13.9)	(104.6)	(236.9)

### Half year ended June 30, 2019

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	26.7	740.5	874.4	103.9	138.7	1,884.2
Inter-segments revenues	(23.9)	(9.2)	-	(10.9)	(35.6)	(79.6)
Revenues from external customers	2.8	731.3	874.4	93.0	103.1	1,804.6
Segment (loss)/profit after finance costs	(196.8)	31.9	27.4	48.7	(35.2)	(124.0)
Share of results of associates	5.6	(0.7)	13.4	9.0	36.9	64.2
(Loss)/profit before taxation	(191.2)	31.2	40.8	57.7	1.7	(59.8)
Taxation	-	(6.4)	(6.4)	(0.1)	(5.4)	(18.3)
Net (loss)/profit	(191.2)	24.8	34.4	57.6	(3.7)	(78.1)

### Total assets

	2020	2019	2020	2019
June 30, 2020	7,925.7	1,820.4	1,436.4	5,209.3
December 31, 2019	8,075.0	1,823.7	1,997.2	5,009.1
June 30, 2019	9,295.8	2,117.0	1,668.2	2,897.0

### Six months ended June 30, 2020

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of goods	-	-	-	-	64.7	64.7
Sale of electricity	-	679.5	829.0	-	-	1,508.5
Sale of properties	-	-	-	2.9	-	2.9
Revenue from services	-	-	-	59.9	3.8	63.7
	-	679.5	829.0	62.8	68.5	1,639.8

### Six months ended June 30, 2019

	CANE MUR'M	POWER MUR'M	BRANDS MUR'M	PROPERTY AND LEISURE MUR'M	OTHERS MUR'M	TOTAL MUR'M
Sale of goods	-	-	874.4	-	96.3	970.7
Sale of electricity	-	731.3	-	-	-	731.3
Sale of properties	-	-	-	42.4	-	42.4
Revenue from services	2.8	-	-	50.6	6.8	60.2
	2.8	731.3	874.4	93.0	103.1	1,804.6

### COMMENTS ON THE RESULTS FOR THE SIX MONTHS ENDED JUNE 30, 2020

#### GROUP RESULTS

Group turnover for the first six months of the financial year stood at MUR 1.6 B, down by 9% compared to same period in 2019, while Group losses increased by MUR 159 M to reach MUR 237 M. As a result, net assets per share decreased to MUR 60.00 from MUR 61.67 as at end of financial year 2019.

The focus should however remain on the annual results, taking into account the seasonality of a number of our activities.

#### CANE

Despite efficiencies achieved through operational restructuring to reduce losses, the local sugar activities remained loss-making on account of the prevailing low sugar prices.

#### POWER

The lower profitability of the cluster was attributable to its associate's losses during the quarter.

#### BRANDS

This segment suffered from the impact of the outbreak of Covid-19 and the ensuing national lockdown during the semester, resulting in a drop of MUR 31 M in net profit contribution to MUR 4 M.

#### PROPERTY AND LEISURE

This segment also suffered from the country going into lockdown following the Covid-19 outbreak and the loss recorded is attributable to a lower level of land sales and also due to the partial closure of certain leisure activities pending the reopening of our borders.

#### OTHERS

The fair value losses on non-current assets held for sale negatively impacted the performance of this segment.

#### OUTLOOK

The ongoing Covid-19 crisis will continue to negatively impact the activities of the Property and Leisure and Brands segments, as well as our investment portfolio in the coming quarters. Under the circumstances, all Group clusters are proactively pursuing the cost-containment measures and closely monitoring their respective cash flows.

By order of the Board of Directors  
Terra Services Ltd  
Secretary  
14 August 2020