

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group				Company			
	Quarter ended 30-Sep-21	Quarter ended 30-Sep-20	Nine months ended 30-Sep-21	Nine months ended 30-Sep-20	Quarter ended 30-Sep-21	Quarter ended 30-Sep-20	Nine months ended 30-Sep-21	Nine months ended 30-Sep-20
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Turnover	1,400,374,666	1,452,378,554	3,812,688,937	3,040,099,313	146,302,133	41,890,474	431,076,882	317,587,543
Revenue	1,151,295,454	1,168,145,575	3,076,517,320	2,445,827,950	146,302,133	41,890,474	431,076,882	317,587,543
Operating profit	61,195,927	165,129,388	213,919,460	145,976,497	108,193,327	9,917,523	335,606,593	195,631,396
Net (impairment)/impairment reversal on financial and contract assets	(23,484)	2,604,201	(11,317,362)	1,071,526	-	-	-	-
Finance costs	(18,035,231)	(12,111,095)	(42,110,611)	(35,475,418)	(12,912,131)	(4,531,678)	(22,270,370)	(14,391,782)
Share of results of associates and joint venture	37,700,725	28,398,134	99,161,202	40,775,737	-	-	-	-
Profit before taxation	80,837,937	184,020,628	259,652,689	152,348,342	95,281,196	5,385,845	313,336,223	181,239,614
Taxation	(10,619,973)	(33,651,002)	(53,304,244)	(53,760,001)	(2,883,117)	(5,580,155)	(14,776,625)	(8,833,556)
Profit/(loss) for the period	70,217,964	150,369,626	206,348,445	98,588,341	92,398,079	(194,310)	298,559,598	172,406,058
Other comprehensive income/(loss) for the period	827,127	(1,656,984)	(1,027,426)	(5,027,683)	-	-	-	(58,000)
Total comprehensive income/(loss) for the period	71,045,091	148,712,642	205,321,019	93,560,658	92,398,079	(194,310)	298,559,598	172,348,058
Profit/(loss) attributable to:								
-Owners of the company	57,051,949	120,147,955	160,762,118	57,174,018	92,398,079	(194,310)	298,559,598	172,406,058
-Non-controlling interests	13,166,015	30,221,671	45,586,327	41,414,323	-	-	-	-
	70,217,964	150,369,626	206,348,445	98,588,341	92,398,079	(194,310)	298,559,598	172,406,058
Total comprehensive income/(loss) attributable to:								
-Owners of the company	57,879,076	118,490,971	159,826,887	52,146,335	92,398,079	(194,310)	298,559,598	172,348,058
-Non-controlling interests	13,166,015	30,221,671	45,494,132	41,414,323	-	-	-	-
	71,045,091	148,712,642	205,321,019	93,560,658	92,398,079	(194,310)	298,559,598	172,348,058
Number of shares in issue	133,250,000	133,250,000	133,250,000	133,250,000				
Dividend per share	0.50	-	1.81	1.50				
Earnings per share (basic and diluted)	0.43	0.90	1.21	0.43				

STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	30-Sep-21	31-Dec-20	30-Sep-21	31-Dec-20
	Rs	Rs	Rs	Rs
	Unaudited	Audited	Unaudited	Audited
ASSETS				
Non-current assets	4,612,073,286	4,553,747,669	2,096,763,004	1,954,791,502
Current assets	2,573,406,323	1,705,741,200	996,066,789	214,735,985
Total assets	7,185,479,609	6,259,488,869	3,092,829,793	2,169,527,487
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	133,250,000	133,250,000	133,250,000	133,250,000
Share premium	86,482,579	86,482,579	86,482,579	86,482,579
Other reserves	3,141,509,687	3,220,712,284	1,274,391,234	1,217,014,136
Equity attributable to owners of the company	3,361,242,266	3,440,444,863	1,494,123,813	1,436,746,715
Non-controlling interests	165,441,009	204,487,630	-	-
Total equity	3,526,683,275	3,644,932,493	1,494,123,813	1,436,746,715
Non-current liabilities	1,974,712,298	1,050,823,734	1,329,940,229	424,846,653
Current liabilities	1,684,084,036	1,563,732,642	268,765,751	307,934,119
Total equity and liabilities	7,185,479,609	6,259,488,869	3,092,829,793	2,169,527,487

STATEMENTS OF CASH FLOWS

	Group		Company	
	Nine months ended 30-Sep-21	Nine months ended 30-Sep-20	Nine months ended 30-Sep-21	Nine months ended 30-Sep-20
	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited
Net cash flows (used in)/generated from operating activities	(306,291,790)	29,660,843	(129,297,846)	55,741,638
Net cash flows (used in)/generated from investing activities	(157,220,739)	(105,812,846)	(147,102,540)	170,337
Net cash flows generated from/(used in) financing activities	885,175,387	(18,952,092)	869,387,660	(20,077,011)
Net increase/(decrease) in cash and cash equivalents	421,662,858	(95,104,095)	592,987,274	35,834,964
Net foreign exchange differences	1,412,693	547,536	2,580,831	525,094
Cash and cash equivalents at beginning of period	629,534,147	473,773,214	114,653,886	99,994,669
Cash and cash equivalents at end of period	1,052,609,698	379,216,655	710,221,991	136,354,727

GROUP SEGMENT INFORMATION

(a) Segment	30 September 2021						
	Building Materials	Contracting	Investments	Lottery	Corporate Services and Others	Eliminations	Total
Revenue	1,261,958,084	1,045,388,372	14,388,535	745,805,443	611,261,163	(602,284,277)	3,076,517,320
Operating profit	141,021,171	1,447,628	12,798,384	57,017,504	338,824,274	(337,189,501)	213,919,460
(b) Geographical	30 September 2020						
Revenue	949,449,400	860,792,909	13,809,643	634,081,245	373,703,413	(386,008,660)	2,445,827,950
Operating profit/(loss)	148,820,279	(37,702,005)	2,141,982	51,672,619	261,126,139	(280,082,517)	145,976,497

All revenue was derived from Mauritius except for the Building Materials Segment which included newly commenced operations in Madagascar in the current quarter whose revenue was not significant.

GROUP STATEMENT OF CHANGES IN EQUITY

	Capital	Share Premium	Revaluation Reserve	Foreign Currency Translation Reserve	Retained Earnings	Attributable to Owners of the Parent	Non-Controlling Interests	Total
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Balance at 1 January 2021	133,250,000	86,482,579	432,368,085	55,187,674	2,733,156,525	3,440,444,863	204,487,630	3,644,932,493
Revaluation surplus realised on depreciation	-	-	(1,372,287)	-	1,372,287	-	-	-
Revaluation surplus of associate realised on depreciation of property	-	-	(2,616,038)	-	2,616,038	-	-	-
Profit for the period	-	-	-	-	160,762,118	160,762,118	45,586,327	206,348,445
Other comprehensive income/(loss) for the period	-	-	-	1,314,769	(2,250,000)	(935,231)	(92,195)	(1,027,426)
Total comprehensive income for the period	-	-	-	1,314,769	158,512,118	159,826,887	45,494,132	205,321,019
Change in ownership interest without loss of control	-	-	-	2,639,454	(486,438)	2,153,016	923,470	3,076,486
Dividend	-	-	-	-	(241,182,500)	(241,182,500)	(85,464,223)	(326,646,723)
Balance at 30 September 2021	133,250,000	86,482,579	428,379,760	59,141,897	2,653,988,030	3,361,242,266	165,441,009	3,526,683,275
Balance at 1 January 2020	133,250,000	86,482,579	422,536,784	54,901,891	2,765,973,137	3,463,144,391	206,191,948	3,669,336,339
Revaluation surplus realised on disposal of property and on depreciation	-	-	(17,418,550)	-	17,418,550	-	-	-
Revaluation surplus of associate realised on depreciation of property	-	-	(2,569,253)	-	2,569,253	-	-	-
Profit for the period	-	-	-	-	57,174,018	57,174,018	41,414,323	98,588,341
Other comprehensive income/(loss) for the period	-	-	-	1,271	(5,028,954)	(5,027,683)	-	(5,027,683)
Total comprehensive income for the period	-	-	-	1,271	52,146,335	52,146,335	41,414,323	93,560,658
Dividend	-	-	-	-	(199,875,000)	(199,875,000)	(69,653,822)	(269,528,822)
Balance at 30 September 2020	133,250,000	86,482,579	402,548,981	54,903,162	2,638,231,004	3,315,415,726	177,952,449	3,493,368,175

COMPANY STATEMENT OF CHANGES IN EQUITY

	Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
	Rs	Rs	Rs	Rs	Rs
Balance at 1 January 2021	133,250,000	86,482,579	286,748,698	930,265,438	1,436,746,715
Revaluation surplus realised on depreciation	-	-	(1,372,287)	1,372,287	-
Profit for the period	-	-	-	298,559,598	298,559,598
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	298,559,598	298,559,598
Dividend	-	-	-	(241,182,500)	(241,182,500)
Balance at 30 September 2021	133,250,000	86,482,579	285,376,411	989,014,823	1,494,123,813
Balance at 1 January 2020	133,250,000	86,482,579	305,195,084	939,823,873	1,464,751,536
Revaluation surplus realised on disposal of property and on depreciation	-	-	(17,418,550)	17,418,550	-
Profit for the period	-	-	-	172,406,058	172,406,058
Other comprehensive loss for the period	-	-	-	(58,000)	(58,000)
Total comprehensive income for the period	-	-	-	172,348,058	172,348,058
Dividend	-	-	-	(199,875,000)	(199,875,000)
Balance at 30 September 2020	133,250,000	86,482,579	287,776,534	929,715,481	1,437,224,594

COMMENTS

For the nine months ended 30 September 2021, the Group reported a profit after tax of Rs206M (Sep 2020: Rs99M) whilst the Company reported a profit after tax of Rs299M (Sep 2020: Rs172M).

Earnings per share

The calculation of earnings per share is based on the profit attributable to the owners of the Company of Rs160,762,118 (Sep 2020: Rs57,174,018) and the number of the shares in issue of 133,250,000 (Sep 2020: 133,250,000).

Dividend

A final dividend of Rs1.31 per share (Sep 2020: Rs1.50 per share) was declared on 30 March 2021 and was paid by latest 30 June 2021 in respect of the financial year ended 31 December 2020.

An interim dividend of Rs0.50 per share (Sep 2020: Rs nil per share) was declared on 11 August 2021 and was paid by latest 30 September 2021 in respect of the financial year ending 31 December 2021.

Multi-Currency Note Programme

On 18 June 2021, the Company issued Rs1,000,000,000 of secured, fixed and floating rate notes by way of private placement under a Multi-Currency Note Programme.

Despite the current challenging economic climate, the Company received a rating of AA- Stable issued by CARE Ratings (Africa) Private Limited.

Proceeds from the issuance are used to finance some existing debts and working capital of the Group and allocated to future strategic initiatives of the Group.

Impact of COVID-19 pandemic

The Government of Mauritius announced a national lockdown between 10 March and 31 March 2021 which was followed by phased re-openings of activities thereafter. This impacted the operations and businesses of the Group to different extents. The resulting wider economic effect coupled with the ongoing unfavourable global trading conditions resulting in significant price increases of raw materials will continue to pose a threat to our businesses in the foreseeable future.

Crisis management remains a priority for the Group to mitigate the downside risks caused by the pandemic whilst ensuring the safety of its employees, customers, and partners.

The vaccination campaign led by the Government in 2021 and the subsequent re-opening of the Mauritian borders on 1 October 2021 are however promising factors which will allow our businesses to better manage the continuing impact of Covid-19.

Segmental Review - Group

Building Materials

As noted in the previous quarter, this Segment continues to be adversely affected by the significant increases in operating costs linked to the cost of freight and foreign exchange as a result of the economic and sectorial impact of the Covid-19 outbreak globally. This has resulted in a deterioration of profitability in spite of higher revenue.

Contracting

The operating profit figure reported for the period shows a turnaround from the heavy operating loss figure reported in the prior corresponding period (Rs38M), which was a direct consequence of the national lockdown in 2020 and inability to generate revenue during the period of no activity. The turnaround shows this segment's resilience despite being in a very competitive sector.

Investment

This Segment holds material assets that are classified as Non-Current Assets and reported on the statement of financial position in Non-Current Assets. The Board is actively considering selective property development projects.

Lottery

On 12 July 2018, the Segment made a formal application to the Gambling Regulatory Authority ("GRA") for authorization to implement its cashless solution for its products. The Segment is awaiting a positive response.

On 3 September 2021, the Segment made a formal application under Section 2 of the Finance Act 2021 to conduct business using remote communication as defined in the GRA Act. The Segment is awaiting a positive response from the GRA.

It is the view of the Board that the positive responses from GRA will greatly enhance the operational resilience of this Segment, will facilitate the development and enhancement of products and above all, will strengthen risk management for all stakeholders in the context of regulations relating to anti-money laundering and combatting the financing of terrorism.

Associates and Joint Venture

Our associate engaged in the hospitality sector, namely Morning Light Co. Ltd,

continues to be materially impacted by the COVID-19 pandemic. For the nine months ended 30 September 2021, the associate incurred a loss after tax of Rs111M, in respect of which our share (Rs28M) has been equity accounted within the line "Share of results of associates and joint venture" in the Statement of Profit or Loss and Other Comprehensive Income.

Except for the above, all other associates and joint venture companies performed satisfactorily during the period under review taking into account the period of lockdown and the general economic conditions.

Other Matters

The abridged financial statements for the quarter and nine months ended 30 September 2021 are unaudited. The accounting policies and standards used in the preparation of these abridged unaudited financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2020, except for relevant amendments to published standards and interpretations