

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS

# FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2020

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE	INCOME							
		Gro	oup			Comp		
	Quarter ended	Quarter ended	Nine months ended	Nine months ended	Quarter ended	Quarter ended	Nine months ended	Nine months ended
	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19
	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited
Turnover	1,452,378,554	1,211,098,754	3,040,099,313	3,572,801,672	41,890,474	150,585,904	317,587,543	420,615,003
Revenue	1,168,145,575	924,485,802	2,445,827,950	2,677,550,551	41,890,474	150,585,904	317,587,543	420,615,003
Operating profit Net impairment reversal/(impairment) on financial and contract assets	165,129,388 2,604,201	72,136,553 (1,253,172)	145,976,497 1,071,526	294,881,060 (1,331,702)	9,917,523	104,491,884	195,631,396	310,985,053
Finance costs Share of profit of associates and joint venture	(12,111,095) 28,398,134	(12,370,976) 47,409,402	(35,475,418) 40,775,737	(36,610,957) 139,049,168	(4,531,678)	(6,346,285)	(14,391,782)	(19,929,569)
Profit before taxation	184,020,628	105,921,807	152,348,342	395,987,569	5,385,845	98,145,599	181,239,614	291,055,484
Taxation	(33,651,002)	(18,740,820)	(53,760,001)	(60,068,967)	(5,580,155)	(3,121,000)	(8,833,556)	(8,728,000)
Profit/(loss) for the period	150,369,626	87,180,987	98,588,341	335,918,602	(194,310)	95,024,599	172,406,058	282,327,484
Other comprehensive loss for the period	(1,656,984)	(307,994)	(5,027,683)	(289,164)		<u>-</u>	(58,000)	
Total comprehensive income/(loss) for the period	148,712,642	86,872,993	93,560,658	335,629,438	(194,310)	95,024,599	172,348,058	282,327,484
Profit/(loss) attributable to: -Owners of the company -Non-controlling interests	120,147,955 30,221,671	63,622,344 23,558,643	57,174,018 41,414,323	253,716,892 82,201,710	(194,310)	95,024,599	172,406,058	282,327,484
	150,369,626	87,180,987	98,588,341	335,918,602	(194,310)	95,024,599	172,406,058	282,327,484
Total comprehensive income/(loss) attributable to: -Owners of the company -Non-controlling interests	118,490,971 30,221,671	63,314,350 23,558,643	52,146,335 41,414,323	253,427,728 82,201,710	(194,310)	95,024,599	172,348,058	282,327,484
	148,712,642	86,872,993	93,560,658	335,629,438	(194,310)	95,024,599	172,348,058	282,327,484
Number of shares in issue	133,250,000	133,250,000	133,250,000	133,250,000				
Dividend per share	-	0.50	1.50	1.25				
Earnings per share (basic and diluted)	0.90	0.48	0.43	1.90				

Company

30-Sep-20

Rs

31-Dec-19

SIAIEMENIS (	OF FINA	NCIAL F	NOILIGO
•			

	Unaudited	Audited	Unaudited	Audited	
<u>ASSETS</u>					
Non-current assets	4,441,510,413	4,575,004,085	1,953,583,637	1,989,304,255	
Current assets	1,464,476,895	1,309,047,270	244,934,033	255,192,159	
Total assets	5,905,987,308	5,884,051,355	2,198,517,670	2,244,496,414	

31-Dec-19

30-Sep-20

Rs

#### **EQUITY AND LIABILITIES**

#### Capital and reserves

=							_					
Stated capital	133,250,000	133,250,000	133,250,000	133,250,000		EGMENT IN	FORMATION					
Share premium	86,482,579	86,482,579	86,482,579	86,482,579	(a) <u>Segment</u>					Corporate		
Other reserves	3,095,683,147	3,243,411,812	1,217,492,015	1,245,018,957	30 September 2020	<u>Building</u> Materials	Contracting	Investments	Lottery	Services and Others	Eliminations	<u>Total</u>
					Revenue	Rs <b>949,449,400</b>	Rs <b>860,792,909</b>	Rs 13,809,643	Rs <b>634,081,245</b>	Rs 373,703,413	Rs (386,008,660)	Rs
Equity attributable to owners of the company	3,315,415,726	3,463,144,391	1,437,224,594	1,464,751,536	Operating profit/(loss)	148,820,279	(37,702,005)	2,141,982	51,672,619	261,126,139	(280,082,517)	145,976,49
Non-controlling interests	177,952,449	206,191,948								Corporate		
					30 September	Building				Services and		
Total equity	3,493,368,175	3,669,336,339	1,437,224,594	1,464,751,536	30 September 2019	Building Materials Rs	Contracting	Investments Rs	<u>Lottery</u>	Services and Others Rs	Eliminations Rs	<u>Total</u> Rs
<b>Total equity</b> Non-current liabilities	3,493,368,175 943,035,449	3,669,336,339 931,117,998	1,437,224,594 420,625,470	1,464,751,536 424,025,295	2019 Revenue	Materials Rs 1,113,765,734	Rs 653,028,236	Rs 19,532,610	Rs 952,410,766	Others Rs 445,529,606	Rs (506,716,401)	Rs 2,677,550,55
• •		931,117,998	,,		2019	Materials Rs	Rs	Rs	Rs	Others Rs 445,529,606	Rs	Rs 2,677,550,55
Non-current liabilities	943,035,449 1,469,583,684	931,117,998	420,625,470	424,025,295 355,719,583	Revenue Operating profit (b) Geographi	Materials Rs 1,113,765,734 186,704,428	Rs 653,028,236	Rs 19,532,610 7,091,803	Rs 952,410,766 128,272,779	Others Rs 445,529,606 320,664,621	Rs (506,716,401) (350,459,392)	Rs 2,677,550,5 294,881,0

#### STATEMENTS OF CASH FLOWS

	Gro	oup	Com	pany
	Nine months ended 30-Sep 20 Rs Unaudited	Nine months ended 30-Sep 19 Rs Unaudited	Nine months ended 30-Sep 20 Rs Unaudited	Nine months ended 30-Sep 19 Rs Unaudited
Net cash generated from operating activities Net cash (used in)/generated from investing activities	29,660,843 (105,812,846)	103,334,500 (219,384,033)	55,741,638 170,337	198,872,239 (109,017,954)
Net cash used in financing activities Net (decrease)/increase in cash	(18,952,092)	(37,712,244)	(20,077,011)	(43,976,175)
and cash equivalents  Net foreign exchange differences  Cash and cash equivalents at	(95,104,095) 547,536	(153,761,777)	35,834,964 525,094	45,878,110 -
beginning of period Cash and cash equivalents at end of period	473,773,214 379,216,655	<u>635,924,346</u> <u>482,162,569</u>	99,994,669 136,354,727	89,043,080 134,921,190
GROUP SEGMENT INFORMATION (a) Segment	N	Cor	porate_	

(a) <u>Segment</u>					Company		
30 September 2020	Building Materials	Contracting	Investments	Lottery	Corporate Services and Others	Eliminations	<u>Total</u>
Revenue	Rs <b>949,449,400</b>	Rs <b>860,792,909</b>	Rs <b>13,809,643</b>	Rs <b>634,081,245</b>	Rs <b>373,703,413</b>	Rs (386,008,660)	Rs <b>2,445,827,95</b> 0
Operating profit/(loss)	148,820,279	(37,702,005)	2,141,982	51,672,619	261,126,139	(280,082,517)	145,976,497
30 September	Building				Corporate Services and		
2019	<u>Materials</u>	Contracting	Investments	Lottery	<u>Others</u>	Eliminations	<u>Total</u>
Revenue	Rs 1,113,765,734	Rs 653,028,236	Rs 19,532,610	Rs 952,410,766	Rs 445,529,606	Rs (506,716,401)	Rs 2,677,550,551
Operating profit	186,704,428	2,606,821	7,091,803	128,272,779	320,664,621	(350,459,392)	294,881,060
(b) <u>Geographi</u>	ical						

**GROUP STATEMENT OF CHANGES IN EQUITY** 

	<u>Capital</u>	<u>Premium</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Reserve</u>	<u>Earnings</u>	<u>Parent</u>	<u>Interests</u>	<u>lotal</u>
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Balance at 1 January 2020 Revaluation surplus realised on disposal of property and on depreciation Revaluation surplus of associate realised on depreciation of property	133,250,000	86,482,579 - -	422,536,784 (17,418,550) (2,569,253)	-	54,901,891 - -	2,765,973,137 17,418,550 2,569,253	-	· · · -	3,669,336,339
Profit for the period Other comprehensive income/(loss) for the period	-	<u>-</u>	-	-	1,271	57,174,018 (5,028,954)	57,174,018 (5,027,683)	41,414,323	98,588,341 (5,027,683)
Total comprehensive income for the period Dividend				<u> </u>	1,271	52,145,064 _(199,875,000)	52,146,335 (199,875,000)	41,414,323 (69,653,822)	93,560,658 (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
Balance at 1 January 2019 Transfer to retained earnings	133,250,000	· · · -		279,612 (279,612)	54,647,574	2,397,413,497 279,612	3,127,403,828	217,474,727	3,344,878,555
Revaluation surplus realised on disposal of property and on depreciation Revaluation surplus of associate realised on depreciation of property		-	(47,190,063) (1,534,853)	-	<u>-</u>	47,190,063 1,534,853	-	-	-
Profit for the period Other comprehensive loss for the period	-	-	-	- -	(289,164)	253,716,892	253,716,892 (289,164)	82,201,710 -	335,918,602 (289,164)
Total comprehensive (loss)/income for the period Disposal of subsidiaries Dividend	-	-	-	- - -	(289,164)	253,716,892 1,098,080 (166,562,500)	253,427,728 1,098,080 (166,562,500)	82,201,710 - (115,509,911)	335,629,438 1,098,080 (282,072,411)
Balance at 30 September 2019	133,250,000	86,482,579	406,605,650		54,358,410	2,534,670,497	3,215,367,136	184,166,526	3,399,533,662

# COMPANY STATEMENT OF CHANGES IN EQUITY

Revaluation surplus realised on disposal of property and on depreciation Profit for the period Other comprehensive loss for the period
Total comprehensive income for the period Dividend
Balance at 30 September 2020
Balance at 1 January 2019 Transfer to retained earnings Revaluation surplus realised on disposal of property and on depreciation Profit for the period Other comprehensive income for the period
Total comprehensive income for the period Dividend
Balance at 30 September 2019

<u>Total</u>	Retained <u>Earnings</u>	Capital <u>Reserve</u>	Revaluation <u>Reserve</u>	Share <u>Premium</u>	Stated <u>Capital</u>
Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited	Rs Unaudited
	939,823,873 17,418,550	-	305,195,084 (17,418,550)	86,482,579	133,250,000
172,406,058 (58,000)	172,406,058 (58,000)	-	-	-	- -
172,348,058 (199,875,000)	172,348,058 (199,875,000)	-	-	-	-
1,437,224,594	929,715,481	-	287,776,534	86,482,579	133,250,000
1,379,072,277	808,928,098 279,612	279,612 (279,612)	350,131,988	86,482,579	133,250,000
-	47,190,063	(2/ /,012)	(47,190,063)	-	-
282,327,484	282,327,484	-	-	-	-
282,327,484 (166,562,500)	282,327,484 (166,562,500)	-	-	-	-
1,494,837,261		_	302,941,925	86,482,579	133,250,000

# **COMMENTS**

Balance at 1 January 2020

For the nine months ended 30 September 2020, the Group reported a profit after taxation of Rs99M (Sep 2019: Rs336M) whilst the Company reported a profit after tax of Rs172M (Sep 2019: Rs282M). Except for the Contracting segment, the main operating entities of the Group made an operating profit for the nine months ended 30 September 2020.

#### Earnings per share

The calculation of earnings per share is based on the profit attributable to the owners of the Company of Rs57,174,018 (Sep 2019: Rs 253,716,892) and the number of the shares in issue of 133,250,000 (Sep

# Dividend

A final dividend of Rs1.50 per share (Sep 2019: Rs0.75 per share) was declared on 20 March 2020 and was paid by latest 30 June 2020 in respect of the financial year ended 31 December 2019.

No interim dividend (Sep 2019: Rs0.50 per share) was declared in respect of the financial year ending

## Impact of COVID-19 on Group activities

The Board and management team continue to monitor the development of the COVID-19 pandemic and to assess the implications both short term and medium term

Whilst we are pleased to note that our operations as a whole for the nine months ended 30 September 2020 are now profitable, the overall impact of the pandemic in 2020 has been adverse. This is specially highlighted in the Hospitality and Contracting segments. It remains unclear to what extent the ongoing crisis in the world will continue to have on the economy specifically driven by the restrictions on international travels, the impact of consumer spending and the effect of these factors on the segments of the Group.

The Board and Management have placed operational resilience in terms of business continuity and cash flow resilience central to our crisis management strategy. The Group continues to adopt all necessary measures to ensure the safety of its employees, customers and partners. We are working with all stakeholders concerned to ensure their continued support during these challenging times.

Below is a summary of the Covid-19 impact on the various segments of the Group:

## **Building Materials Segment**

The Group will focus on the management of its supply chain to mitigate any impact arising from the pandemic and endeavour to maintain an uninterrupted supply to meet our customers' requirements.

# Contracting Segment

The operating loss reported for the nine months ended 30 September 2020 is mainly as a result of the national confinement for two months. The outlook based on our pipeline and order book is satisfactory.

This segment holds investment properties which are reported on the Statement of Financial Position in Non-Current Assets. Following an internal assessment carried out, there is no evidence to indicate any material reduction in the valuation of investment properties and other properties classified as land and buildings on the Statement of Financial Position.

#### **Lottery Segment**

The segment launched a new Loterie Vert game on 30 October 2020 with the first draw taking place on 6 November 2020

The financial performance for the remainder of the year may be subject to volatility and uncertainty.

## Associates and Joint Venture

## **Building Materials Segment**

Our joint venture entity which is engaged in the building materials sector has been profitable in the quarter ended 30 September 2020. The activities have now resumed to a satisfactory level.

## Hospitality Segment

One of our associates is engaged in the hospitality sector which continues to be materially impacted by the Covid-19 pandemic despite the re-opening of the Mauritian borders as from 1 October 2020.

The ongoing Covid-19 situation continues to impact the global tourism industry. It is expected that recovery will be slow and gradual, with the sector not resuming normal operating levels within the foreseeable future.

The abridged financial statements for the quarter and nine months ended 30 September 2020 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 2019, except for relevant amendments to published standards and interpretations issued and which are effective as from 1 January 2020. This interim report complies with IAS 34.

Copies of the above abridged unaudited financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the Company, Royal Road, Chapman Hill, Beau Bassin, or can be viewed on the Company's website **www.gamma.mu**.

The statement of direct and indirect interests of insiders pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request made to the Company Secretary, at the registered office of the Company.

By Order of the Board

Gamma Corporate Services Ltd Company Secretary

9 November 2020

These abridged unaudited financial statements are issued pursuant to Listing Rule 12.20 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

The Board of Directors of Gamma-Civic Ltd accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.

BRN: C06001228 www.gamma.mu