



Omnican Ltd

Group Audited Abridged Financial Statements

for the year ended 31 December 2021 (MUR' 000) issued pursuant to Listing Rule 12.20 and the Securities Act 2005

The board of Omnican Ltd is pleased to present the Group's audited abridged financial statements for the year ended 31 December 2021. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and on the same basis as the accounting policies set out in the 2020 audited financial statements.

HIGHLIGHTS FOR THE YEAR ENDED 31 DECEMBER 2021

Normalised industrial EBITDA for the year improved by Rs 335 M while loss after tax was significantly reduced by Rs 2.3 Bn.

Sugar & ethanol segment – Increase of Rs 379 M

Operating profit for the sugar segment was fuelled by an increase in sugar price from Rs 12,226/T to Rs 18,300/T, principally due to the additional Rs 3,300/T of sugar as remuneration for bagasse used to produce electricity and to the depreciation of MUR against EUR. The higher sugar price also impacted positively the fair value of standing canes for an amount of Rs 23 M. In addition, crop 2020 being declared an event year, a compensation of Rs 68 M was accounted for in 2021.

In respect of the ethanol segment, the results improved by Rs 19 M on the back of greater volumes sold in higher value-added markets.

Energy segment – Decrease of Rs 252 M

The financial performance of the energy segment was adversely impacted by the price timing difference in purchasing and invoicing of coal. This difference was more important in 2021 due to the increase in the average price of coal from USD 94/T to USD 130/T.

Hospitality segment – Increase of Rs 10 M

The hotel operated as a quarantine facility up to October 2021 with an increased occupancy rate from 27% to 32% and this together with the wage assistance scheme contributed to a reduced loss by Rs 10 M.

Property segment – Increase of Rs 6 M

Property results improved by Rs 6 M due to lower project expenses incurred in 2021.

Impairment of assets and allowance for credit losses – Decrease of Rs 1.8 Bn

Impairment of assets relates mainly to the impairment of Rs 171 M of property, plant and equipment in the energy segment, inventory of Rs 34 M in the property segment and investment of Rs 41 M in joint venture.

Finance costs – Decrease of Rs 83 M

The Group realised the first part of the MIC transaction with the sale of the Mon Trésor Smart City for an amount of Rs 2.4 Bn in June 2021. The net proceeds of this sale was fully used to repay bonds which carried a higher cost of capital. This contributed in the reduction of finance costs in 2021.

OUTLOOK

Sugar and ethanol segment

Sugar:

The sugar price on the world and European market has increased by 22% and 13% respectively since the start of the year 2022. This positive trend, together with the appreciation of the Euro against the Mauritian Rupee, bodes well for the crop 2022 MSS ex-factory sugar price.

The refinery is expected to benefit from higher margins compared to 2021 for the Mauritian sugar production and non-originating sugar, on the back of expected better prices in the EU market and higher premium in preferential markets.

Ethanol:

The results of the ethanol plant are expected to remain stable as a reduced availability of molasses, resulting in lower ethanol production, will be compensated by higher ethanol prices.

Energy segment

Following the start of war in Ukraine, the price of coal on the world market increased significantly to a historical high of USD 460/tonne on 09 March 2022 compared to an average of USD 130/tonne in 2021. The price is still around USD 330/tonne and we

are monitoring the situation closely to mitigate the financial impact. The hydro-electric power plant in Rwanda was successfully commissioned in March 2022 and is performing as per expectations.

Property segment

The completion of the Greenview morcellement project will be the focal point for 2022. This major development which consists of 980 land plots has already achieved all its infrastructure works and is now awaiting the morcellement permit, after which the sales deeds will be signed. This project is expected to contribute significantly to the Group's profitability in 2022.

Group deleveraging

The Group is pursuing its deleveraging plan in 2022. Group gearing after the completion of the MIC transaction in February 2022 now stands at 50% compared to 58% in December 2021.

The reduced finance costs and improved forecasted operational results are expected to bring back the Group's 2022 results in positive territory.

1. STATEMENT OF COMPREHENSIVE INCOME

	Year ended	
	31/12/2021	31/12/2020
Revenue	5,378,455	4,469,800
Normalised industrial EBITDA	1,149,818	814,265
Difference between purchasing and invoicing of coal	(229,440)	(20,214)
EBITDA	920,378	794,051
Depreciation and amortisation	(554,595)	(572,362)
Operating profit	365,783	221,689
Investment income	8,049	9,457
Other non-operating expense	(166,353)	(69,230)
Share of results of associates	212	(3,879)
Share of results of joint ventures	862	(31,055)
EBIT	208,553	126,982
Impairment of assets & allowances for credit losses	(258,275)	(2,009,348)
Forex loss	(96,400)	(250,786)
Finance costs	(545,610)	(629,245)
Loss before taxation	(691,732)	(2,762,397)
Taxation	(49,664)	(165,267)
Loss from continuing operations	(741,396)	(2,927,664)
Loss from discontinued operations	(128,859)	(280,012)
Loss for the year	(870,255)	(3,207,676)

Other comprehensive income

Changes in fair value of equity instruments at fair value through OCI	3	(538)
Currency translation differences	11,537	(3,108)
Change in value of land conversion rights	30,658	(48,846)
Revaluation surplus on land	-	1,917,179
Remeasurement of defined benefit obligations	160,042	(101,270)
Income tax relating to remeasurement of defined benefit obligations	45	(7,109)
Total comprehensive income	(667,970)	(1,451,368)

Profit/(loss) attributable to:

Owners of the parent	(902,812)	(3,056,241)
Non-controlling interests	32,557	(151,435)
	(870,255)	(3,207,676)

Total comprehensive income attributable to:

Owners of the parent	(725,230)	(1,289,061)
Non-controlling interests	57,260	(162,307)
	(667,970)	(1,451,368)

Loss per share (MUR)	(13.47)	(45.61)
Net asset value per share (MUR)	87.95	98.78

2. STATEMENT OF FINANCIAL POSITION

	As at	
	31/12/2021	31/12/2020
Non-current assets		
Property, plant and equipment	11,827,676	14,076,355
Right-of-use assets	406,182	419,961
Investment property	-	2,394,207
Intangible assets	898,869	927,606
Investment in associated companies & joint ventures	12,586	53,080
Financial assets at amortised cost	19,589	-
Financial assets at fair value through OCI	31	28
	13,164,933	17,871,236
Current assets	3,970,594	4,493,974
Non current assets classified as held for sale	1,868,883	-
Total assets	19,004,410	22,365,210

Equity and liabilities

Capital and reserves

Share capital	502,593	502,593
Share premium	292,450	292,450
Retained earnings and other reserves	5,098,872	5,824,177
Owners' interest	5,893,915	6,619,220
Non-controlling interests	829,504	780,819
Total equity	6,723,419	7,400,039
Non-current liabilities	5,325,909	4,474,789
Current liabilities	6,955,082	10,490,382
Total equity and liabilities	19,004,410	22,365,210

3. STATEMENT OF CHANGES IN EQUITY

	Owners of the parent	Non-controlling interests	Total
Balance at 1 January 2021	6,619,220	780,819	7,400,039
Total comprehensive income for the year:			
-(Loss)/profit for the year	(902,812)	32,557	(870,255)
-Other comprehensive income for the year	177,582	24,703	202,285
Contribution by non-controlling interests	-	19,425	19,425
Reclassification during the year	(75)	-	(75)
Dividends	-	(28,000)	(28,000)
Balance at 31 December 2021	5,893,915	829,504	6,723,419
Balance at 1 January 2020	7,908,281	1,021,526	8,929,807
Total comprehensive income for the year:			
- Loss for the year	(3,056,241)	(151,435)	(3,207,676)
- Other comprehensive income for the year	1,767,180	(10,872)	1,756,308
Dividends	-	(78,400)	(78,400)
Balance at 31 December 2020	6,619,220	780,819	7,400,039

4. STATEMENT OF CASH FLOW

	Year ended	
	31/12/2021	31/12/2020
Net cash from operating activities	339,704	19,160
Net cash from investing activities	2,260,874	209,502
Net cash used in financing activities	(2,694,420)	(109,854)
Net (decrease)/increase in cash and cash equivalents	(93,842)	118,808
Cash and cash equivalents at beginning	(727,970)	(1,002,603)
Effect of foreign exchange rate changes	134,843	155,825
Cash and cash equivalents at end	(686,969)	(727,970)

5. SEGMENTAL INFORMATION

Revenue	Year ended	
	31/12/2021	31/12/2020
Sugar & ethanol	1,973,800	1,657,074
Energy	3,348,652	2,755,272
Hospitality	56,003	57,454
Property	-	-
Total	5,378,455	4,469,800
Operating profit		
Sugar & ethanol	228,336	(150,980)
Energy	208,158	459,941
Hospitality	(23,301)	(33,772)
Property	(47,410)	(53,500)
Total	365,783	221,689
Profit/(loss) for the year		
Sugar & ethanol	(285,037)	(2,432,897)
Energy	(126,876)	(60,942)
Hospitality	(41,266)	(306,714)
Property	(417,076)	(407,123)
Total	(870,255)	(3,207,676)

Omnican Limited's Board of Directors accepts full responsibility for the accuracy of the information contained in this report, a copy of which is available free of charge at the Company's registered office, Omnican House, Mon Trésor Business Gateway, New Airport Access Road, Plaine Magnien, where can be consulted the statement of direct and indirect interests of the Company's officers, required under 'Rule 8 (2) (m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007'.

Omnican Management & Consultancy Ltd

Managers & Secretaries
31 May 2022

www.omnicane.com

AS AT 31 DECEMBER 2021
NORMALISED INDUSTRIAL EBITDA RS 1,150 M
TOTAL ASSETS RS 19.0 BN
EQUITY HOLDER'S INTERESTS RS 5.9 BN
NET ASSET VALUE PER SHARE RS 87.95

