



Omnicanne Ltd

Group Audited Abridged Financial Statements

for the year ended 31 December 2020 (MUR' 000) issued pursuant to Listing Rule 12.14 and the Securities Act 2005

The board of Omnicanne Ltd is pleased to present the Group's Audited Abridged Financial Statements for the year ended 31 December 2020. 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 audited statutory financial statements for the year ended 31 December 2019.

HIGHLIGHTS FOR THE YEAR ENDED 31 DECEMBER 2020

Operating profit was significantly down compared to the 2019 restated figures of Rs 365.8M to Rs 144.7M during a year which was marred by the unprecedented Covid-19 pandemic. With the borders closed for a long period of time, the hospitality segment, together with real estate, were the most affected segments posting a total loss of Rs 164M. On the energy side, some of our critical equipment's overhaul had to be delayed impacting efficiency, and this combined with more repairs reduced results posted by the segment by Rs 99M.

Impairment of assets and allowance for credit losses

In the wake of the Covid-19 pandemic, the Group had to record a total impairment of Rs 2.1Bn which relates mainly to the following:

- Full impairment of its investment in the sugar project in Kenya for Rs 1.0Bn. This project is going through a financial restructuring exercise which has been delayed by the Covid-19 pandemic and which is still uncompleted to date.
- Impairment of the Holiday Inn Airport Hotel's property, plant and equipment for Rs 200M following uncertainties on a back-to-normal level of operations.
- Impairment of land conversion rights for Rs 233M and real-estate-related projects in the Mon Trésor Smart City for Rs 175M as property projects had to be frozen due to reservations cancellations.

Forex loss

Forex loss rose by Rs 239M following the depreciation of the Mauritian Rupee against the Euro and USD in 2020.

Revaluation surplus

The Group performed a revaluation exercise of its land bank at 31 December 2020, which resulted in a net revaluation surplus of Rs 1.9Bn.

Post-balance sheet events

The Covid-19 pandemic and its aftermath, the business activities of Omnicanne, a systemic Group in the Mauritian economy, have and will be adversely affected. In the light of this unprecedented business environment and its uncertainties, the board of Omnicanne has responded by implementing a series of measures to address this new and unstable business environment.

In this respect, the Company has entered into binding agreements with the Mauritius Investment Corporation Ltd for the sale of all its shares held in Mon Trésor Smart City (a wholly owned subsidiary), and the sale of plots of land situated in the regions of Britannia and Mon Trésor for a total consideration of Rs 4.5Bn. The proceeds will be used to meet the Group's current and future financial commitments.

OUTLOOK

Following the sale of the Mon Trésor Smart City, the Group will recenter itself around its industrial activities and explore new avenues for value addition and strategic positioning in sugar, ethanol and green energy. The board will appoint a reputable firm to accompany the Group in this exercise.

The Government's 2021/22 National Budget announced several measures which will have a profound impact on the energy and sugar sector. The main ones being:

- The additional Rs 3,300 per tonne of sugar produced, for planters and producers, in respect of electricity produced from bagasse. This will contribute to have a more financially sound business model for the sugar sector and will hopefully boost canes replantation.
- The phasing out of coal power plants in 2030. Whilst this is an ambitious and challenging target, it will open up new opportunities for the Group which is already one of the major energy players in electricity production through biomass.

The Group's deleveraging will impact positively the finance costs going forward and will ensure it has the necessary financial means to invest in new projects in line with its strategic intent.

1. STATEMENT OF COMPREHENSIVE INCOME

	Year ended	
	31/12/2020	Restated 31/12/2019
Revenue	4,469,800	4,552,712
EBITDA	717,048	1,084,558
Depreciation and amortisation	(572,362)	(718,762)
Operating profit	144,686	365,796
Investment income	9,457	184,244
Other non-operating (expense)/income	(69,230)	211,676
Share of results of associates	(31,055)	(129,937)
Share of results of joint ventures	(3,879)	(25,467)
EBIT	49,979	606,312
Impairment of assets and allowances for credit losses	(2,147,765)	(971,357)
Fair value loss on investment properties	(61,136)	-
Forex loss	(250,786)	(10,645)
Finance costs	(632,701)	(664,404)
Loss before taxation	(3,042,409)	(1,040,094)
Taxation	(165,267)	(20,893)
Loss for the year	(3,207,676)	(1,060,987)
Other comprehensive income		
Changes in fair value of equity instruments at FVTOCI	(538)	7,074
Currency translation differences	(3,108)	24,187
Change in value of land conversion rights	(48,846)	(36,293)
Revaluation surplus on land	1,917,179	-
Remeasurement of defined benefit obligations	(101,270)	(3,621)
Income tax relating to remeasurement of defined benefit obligations	(7,109)	(90)
Total comprehensive loss for the year	(1,451,368)	(1,069,730)
Profit/(loss) attributable to:		
Owners of the parent	(3,056,241)	(1,145,026)
Non-controlling interests	(151,435)	84,039
	(3,207,676)	(1,060,987)
Total comprehensive (loss)/income attributable to:		
Owners of the parent	(1,289,061)	(1,145,927)
Non-controlling interests	(162,307)	76,197
	(1,451,368)	(1,069,730)
Loss per share (MUR)	(45.61)	(17.09)
Net asset value per share (MUR)	98.78	118.01

2. STATEMENT OF FINANCIAL POSITION

	31/12/2020	As at	
		Restated 31/12/2019	Restated 01/01/2019
Non-current assets			
Property, plant and equipment	14,076,355	12,862,359	13,481,944
Right-of-use assets	419,961	458,971	450,774
Investment properties	2,394,207	2,778,600	2,764,299
Intangible assets	927,606	1,392,967	1,744,202
Investment in associates and joint ventures	53,079	88,013	243,417
Financial assets at FVTOCI	28	91,636	343,942
Financial assets at amortised cost	-	1,002,881	1,364,902
Deferred tax assets	-	99,245	46,765
	17,871,236	18,774,672	20,440,245
Current assets	4,493,974	4,310,295	3,454,422
Non-current assets classified as held for sale	-	12,893	12,893
Total assets	22,365,210	23,097,860	23,907,560
Equity and liabilities			
Capital and reserves			
Share capital	502,593	502,593	502,593
Share premium	292,450	292,450	292,450
Retained earnings and other reserves	5,824,177	7,113,238	8,306,832
Owners' interest	6,619,220	7,908,281	9,101,875
Non-controlling interests	780,819	1,021,526	967,234
Total equity	7,400,039	8,929,807	10,069,109
Non-current liabilities	4,474,789	3,802,479	3,502,261
Current liabilities	10,490,382	10,365,574	10,336,190
Total equity and liabilities	22,365,210	23,097,860	23,907,560

3. STATEMENT OF CHANGES IN EQUITY

	Owners of the parent	Non-controlling interests	Total
Balance at January 1, 2020			
- As previously stated	8,548,544	1,033,580	9,582,124
- Effect of prior year adjustment	(640,263)	(12,054)	(652,317)
- As restated	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/(loss) for the year	1,767,180	(10,872)	1,756,308
Dividends	-	(78,400)	(78,400)
Balance at December 31, 2020	6,619,220	780,819	7,400,039
Balance at January 1, 2019			
- As previously stated	9,947,497	978,444	10,925,941
- Effect of prior year adjustment	(845,622)	(11,210)	(856,832)
- As restated	9,101,875	967,234	10,069,109
Total comprehensive income for the year:			
- Loss for the year – restated	(1,145,026)	84,039	(1,060,987)
- Other comprehensive loss for the year – restated	(901)	(7,842)	(8,743)
Increase in share capital of minority interest	-	67,825	67,825
Consolidation adjustment	(50,108)	(9,730)	(59,838)
Deconsolidation adjustment	2,441	-	2,441
Dividends	-	(80,000)	(80,000)
Balance at December 31, 2019	7,908,281	1,021,526	8,929,807

4. STATEMENT OF CASH FLOW

	Year ended	
	31/12/2020	31/12/2019
Net cash generated from operating activities	50,387	159,702
Net cash generated from investing activities	209,502	351,827
Net cash used in financing activities	(165,974)	(376,686)
Net increase in cash and cash equivalents	93,914	134,843
Cash and cash equivalents at beginning	(1,002,603)	(1,203,724)
Effect of foreign exchange rate changes	180,718	66,278
Cash and cash equivalents at end	(727,970)	(1,002,603)

5. SEGMENTAL INFORMATION

	Year ended	
	31/12/2020	31/12/2019
Revenue		
Sugar & ethanol	1,657,074	1,554,497
Energy	2,755,272	2,846,597
Hospitality	57,454	151,618
Property	-	-
Total	4,469,800	4,552,712
Operating profit/(loss)		
Sugar & ethanol	(150,980)	(82,421)
Energy	459,941	558,699
Hospitality	(33,772)	3,758
Property	(130,503)	(114,240)
Total	144,686	365,796

Omnicanne 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, Omnicanne 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'.

Omnicanne Management & Consultancy Ltd

Managers & Secretaries

30th July 2021

www.omnicanne.com

AS AT 31 DECEMBER 2020

EBITDA RS 717M

TOTAL ASSETS RS 22.4BN

EQUITY HOLDER'S INTERESTS RS 6.6BN

NET ASSET VALUE PER SHARE RS 98.78



omnicanne
Integrating Energies