

# PROMOTION AND DEVELOPMENT LTD

ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS SEPTEMBER 30th 2020

STATEMENTS OF FINANCIAL POSITION	
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	UNAUI		G R O U P AUDITED	UNAUI		M P A N C
		30 Sep 19	30 Jun 20		30 Sep 19	30 Jun 20
MRs000	30 Scp 20	30 Scp 17	30 Juli 20	30 Scp 20	30 Scp 17	30 Juli 2
Assets						
Non-current assets						
Investment property	4,858,739	4,927,519	4,853,616	175,250	175,250	175,25
Investments in subsidiary companies	-	.,,,,,,,,,	.,,	1,370,155	1,665,800	1,540,55
Investments in associates	6,433,628	6,718,054	6,398,501	2,041,653	3,126,802	2,549,17
Financial assets at fair value through other comprehensive	0,155,020	0,7 10,054	0,570,501	_,0 1_,033	3,120,002	2,545,17
income	2,154,165	2,774,931	2,359,871	2,150,904	2,770,837	2,356,34
Other non-current assets	423,043	434,099	424,587	85,731	87,737	86,01
other non-carrent assets	13,869,575			5,823,693	7,826,426	6,707,34
	13,003,373	1-1,05-1,005	14,050,575	3,023,073	7,020,420	0,7 07 ,5 4
Current assets	143,323	183,833	156,703	31,098	123,677	40,07
Total assets	14,012,898	15,038,436	14,193,278	5,854,791	7,950,103	6,747,42
Equity and liabilities						
Capital and reserves						
Share capital	194.854	194,854	194.854	194,854	194,854	194.85
Other reserves	6,537,998		6,740,208	1,275,346	3,393,164	2,171,72
Retained earnings	3,794,709		3,784,989		3,136,397	3,155,10
Ketallied earlings		11,537,526		4,606,256	6,724,415	5,521,67
Less: Treasury shares	(261)		(261)	(261)	(366)	(26:
Equity attributable to owners of the parent		11,537,160		4,605,995	6,724,049	5,521,41
Non-controlling interests		1.201.214		4,005,775	0,724,049	5,521,41
Total equity	11.733,922			4.605.995	6,724,049	5.521.41
Total equity	11,733,722	12,7 30,374	11,922,137	4.003.333	0.7 24.049	J.JZ1.41
Liabilities						
Non-current liabilities						
Borrowings	1,158,000	1,170,000	1,170,000	650,000	650,000	650,00
Other non-current liabilities	276,187	247,266	273,004	24,669	8,045	23,65
	1,434,187	1,417,266	1,443,004	674,669	658,045	673,65
Current liabilities						
Borrowings	665,072	605,582	650,825	542,188	467,073	514,79
Dividend proposed	005,072	50,566	050,025	342,100	50,566	314,77
Other current liabilities	179,717	226,648	177,312	31,939	50,370	37,54
other current habilities	844,789	882,796	828,137	574,127	568,009	552.34
Total liabilities	2,278,976	2,300,062	2,271,141	1.248,796	1.226.054	1.226.00
Total equity and liabilities	14,012,898			5,854,791	7,950,103	6,747,42
Net assets per share (MRs)	270.50	296.61	275.44	118.35	172.87	141.8
Number of shares	20.010.200	20 007 200	20.010.200	20 040 200	20 007 200	20.010.20
number of snares	38,918,280	38.897.299	38,918,280	38,918,280	38.897.299	38,918,28

# STATEMENTS OF CHANGES IN EQUITY

	Att Share capital	ributable Treasury shares	Other reserves	of the pare Retained earnings	Total	Non controlling interests	Tota equity
MRs000	capitat	5114165	10501105	cannigs		mterests	equit
THE GROUP							
At July 1st 2019 (as previously reported)	194,854	(371)	7,328,081	3,963,824	11,486,388	1.200.881	12,687,269
Effect of adoption of IFRS 16 Leases		(0, -)	.,,	(19,925)		(258)	
At July 1st 2019 (as restated)	194,854	(371)	7,328,081		11,466,463		12,667,086
Exercise of share options	,	5	107	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	112	-,,	113
Impact of change on disposal of subsidiaries		-					
by associates			(5)	(609)	(614)	-	(614
Dividend			(-)	(50,566)	(50,566)		(50,566
Profit for the period				80,370	80,370	591	80,96
Transfer			(16,357)	16,357	00,570		00,70
Other comprehensive income for the period			41,395	10,557	41,395		41.39
At September 30th 2019	194,854	(366)	7,353,221	3 989 451	11,537,160	1 201 214	12,738,374
At September 30th 2019	174,034	(300)	7,555,221	3,707,431	11,557,100	1,201,214	12,7 50,57
At July 1st 2019 (as previously reported)	194,854	(371)	7,328,081	3 963 824	11,486,388	1 200 881	12,687,269
Effect of adoption of IFRS 16 Leases	,	(0, -)	.,,,,,,,,,,,,	(19,925)	(19,925)	(258)	(20,183
At July 1st 2019 (as restated)	194,854	(371)	7,328,081		11,466,463		12,667,086
Exercise of share options		110	2,290	3,743,077	2,400	1,200,025	2,400
Impact of change on disposal of subsidiary		110	2,270		2,700		2,70
by associate			(18,112)	18,112			
Dividend			(10,112)	(50,593)	(50,593)		(50,593
Loss for the year				(149,022)		1,549	(147,473
Transfer			(23,372)	23,372	(147,022)	1,547	(147,47)
Other comprehensive income for the year			(548,679)	(779)	(549,458)	175	(549,283
At June 30th 2020	194,854	(261)	6,740,208		10,719,790		11,922,13
Talle John Lollo	17-1107-1	(201)	017 -101200	317 0-117 07	101/1/1//	1120213-17	111722117
At July 1st 2020	194,854	(261)	6,740,208	3.784.989	10,719,790	1.202.347	11,922,137
Profit for the period		()	-,,,	9,229	9,229	4,275	13,50
Transfer			(491)	491	-,	.,_, .	,
Other comprehensive income for the period			(201,719)		(201,719)		(201,719
At September 30th 2020	194.854	(261)	6,537,998	3,794,709	10,527,300	1.206.622	
THE COMPANY							
At July 1st 2019	194,854	(371)	3,255,626	3,159,665	6,609,774		
Exercise of share options		5	107		112		
Dividend				(50,566)	(50,566)		
Profit for the period				27,298	27,298		
Other comprehensive income for the period			137,431	,	137,431		
At September 30th 2019	194,854	(366)	3,393,164	3,136,397	6,724,049		
At July 1st 2019	194,854	(371)	3,255,626	3,159,665	6,609,774		
Exercise of share options	,	110	2,290	-,,	2,400		
Transfer		- 110	(6,055)	6,055	2,700		
Dividend			(0,000)	(50,593)	(50,593)		
Profit for the year				39,977	39,977		
Other comprehensive income for the way	-	-	(1 000 140)	22,211	(1 000 160)		

# STATEMENTS OF CASH FLOWS

Other comprehensive income for the year At June 30th 2020

Other comprehensive income for the period

At July 1st 2020

Loss for the period

At September 30th 2020

	UNAUD	ITED	AUDITED	UNAUD	ITED	AUDITED
	3 mths to	3 mths to	Year to	3 mths to	3 mths to	Year to
	30 Sep 20	30 Sep 19	30 Jun 20	30 Sep 20	30 Sep 19	30 Jun 20
MRs000						
Net cash generated from/(used in) operating activities	16,159	(3,044)	(83,784)	(22,256)	(26,036)	(117,843)
Net cash (used in)/generated from investing activities	(2,373)	46,542	128,854	9,864	141,246	188,627
Net cash flow before financing activities	13,786	43,498	45,070	(12,392)	115,210	70,784
Net cash used in financing activities	(43,770)	(87,080)	(131,822)	(43,550)	(108,963)	(121,968)
(Decrease)/increase in cash and cash equivalents	(29,984)	(43,582)	(86,752)	(55,942)	6,247	(51,184)
Cash and cash equivalents at beginning of the year	(578,487)	(491,712)	(491,712)	(459,386)	(408, 202)	(408, 202)
Effect of foreign exchange rate changes	(46)	48	(23)	-		
Cash and cash equivalents at end of the period/year	(608,517)	(535,246)	(578,487)	(515,328)	(401.955)	(459,386)
Analysis of cash and cash equivalents						
Bank and cash balances	3,375	4,399	2,838	10	18	9
Bank overdrafts	(611,892)	(539,645)	(581,325)	(515,338)	(401,973)	(459,395)
	(608,517)	(535,246)	(578,487)	(515,328)	(401.955)	(459.386)

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(1.080,140)

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THE GROUP

(261)

# STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<u> </u>						
			GROUP			OMPANY
	UNAUD		AUDITED	UNAUD		AUDITED
	3 mths to	3 mths to	Year to	3 mths to	3 mths to	Year to
	30 Sep 20	30 Sep 19	30 Jun 20	30 Sep 20	30 Sep 19	30 Jun 20
MRs000						
Revenue	131,814	188,302	587,307	9,542	62,321	146,568
Operating expenses	(116,476)	(132,819)	(500,839)	(14,940)	(19,245)	(69,210)
	15,338	55,483	86,468	(5,398)	43,076	77,358
Net impairment on financial assets	3,014	(508)	(6,093)			
Net finance costs	(18,387)	(24,889)	(91,614)	(11,942)	(15,812)	(57,454)
Other income	-	-		-	-	20,001
Impairment of goodwill	-	-	(5,571)	-	-	-
Share of results of associates	18,630	52,767	(112,752)	<u> </u>		
Profit/(loss) before taxation	18,595	82,853	(129,562)	(17,340)	27,264	39,905
Taxation .	(5,091)	(1,892)	(17,911)	(1,708)	34	72
Profit/(loss) for the period/year	13,504	80,961	(147,473)	(19,048)	27,298	39,977
Other comprehensive income: Items that will not be reclassified to profit or loss: Remeasurement of retirement benefit obligations, net of deferred tax Group's share of other comprehensive income of associates Changes in fair value of financial assets through other comprehensive income Changes in fair value of investments in subsidiaries Changes in fair value of investments in associates Items that may be reclassified subsequently to profit or loss: Group's share of other comprehensive income of associates Other comprehensive income for the period/year, net of tax	3,972 (205,706) - - 15 (201,719)	(1,383) 42,851 - - (73) 41,395	(16,509) (120,686) (412,031) - (57) (549,283)	(205,444) (170,395) (520,536)	42,925 71,506 23,000	(17,105) (411,386) (53,744) (597,905)
Total comprehensive income for the period/year	(188,215)	122,356	(696,756)	(915,423)	164,729	(1,040,163)
Profit/(loss) for the period/year attributable to:				4		
Owners of the parent	9,229	80,370	(149,022)	(19,048)	27,298	39,977
Non-controlling interests	4,275	591	1,549	<del></del>	-	
	13,504	80.961	(147.473)	(19,048)	27,298	39.977
Total comprehensive income for the period/year attributable to:						
Owners of the parent	(192,490)	121,765	(698,480)	(915,423)	164,729	(1,040,163)
Non-controlling interests	4,275	591	1,724		-	
	(188,215)	122,356	(696,756)	(915,423)	164,729	(1,040,163)
MD						
MRs			(0.0-)			
Earnings/(loss) per share	0.24	2.07	(3.83)			
Adjusted earnings/(loss) per share	0.19	2.07	(3.68)			
Aujusteu eariiiigs/(ioss) per siiare	0.19	2.07	(3.00)			
Notes						

**Notes**The abridged interim financial statements for the quarter ended September 30th 2020 are unaudited and comply with IAS 34 and have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended June 30th 2020.

Company NAV stood at MRs 118.35 at September 30th 2020 compared to MRs 141.87 at the start of the financial year, a decrease of 16.6 per cent whilst group NAV decreased by 1.8 per cent to stand at MRs 270.50. The drop in NAV is largely attributable to the loss recorded on our equity investment portfolio resulting from the significant fall in stock market values following the negative impact of the Covid-19 on the local economy.

Adjusted earnings/(loss)

Earnings/(loss) adjusted to remove the effect of unusual revenue and expenses and one-time influences:

THE GROUP

Weighted average number of shares in issue and ranking for dividends during the period/year

Earnings/(1055) adjusted to remove the effect of unusual revenue and expenses and one-time initialities:							
		THE	GROUP		THE CO	MPANY	
	UNAUDITED		AUDITED	UNAUD	ITED	AUDITED	
	3 mths to	3 mths to	Year to	3 mths to	3 mths to	Year to	
	30 Sep 20	30 Sep 19	30 Jun 20	30 Sep 20	30 Sep 19	30 Jun 20	
MRs000							
Profit/(loss) attributable to owners of the parent	9,229	80,370	(149,022)	(19,048)	27,298	39,977	
Other gains - associates	-	-	3,264	-			
Impairment of goodwill (net of non-controlling interests)	-	-	3,934	-			
Gain on bargain purchase	(1,694)		(1,503)	-	-		
Adjusted earnings/(loss) attributable to owners of the parent	7,535	80,370	(143,327)	(19,048)	27,298	39,977	

Earnings/(loss) for the period/year The earnings/(loss) per share has

THE GROU	
UNAUDITED AUDIT	ED
3 mths to 3 mths to Yea	ır to
<b>30 Sep 20</b> 30 Sep 19 30 Jun	1 20
<b>9,229</b> 80,370 (149,0	22)
	UNAUDITED AUDIT  3 mths to 3 mths to Yea  30 Sep 20 30 Sep 19 30 Jur

**38,918,280** 38,897,019 38,912,420

The results for the quarter continued to be impacted by the effects of the pandemic, closure of our borders and the ongoing muted economic activity.

At company level, PaD posted a loss of MRs19.0m versus a profit of MRs27.3m during the corresponding period last year, reflecting the fall in turnover follow ing the suspension of dividend payment by one of our main investee companies, however, offset by reduced operational and finance costs

At group level, the profit attributable to shareholders amounted to MRs9.2m, in comparison to MRs80.4m in 2019. Our subsidiary, Caudan, delivered better results compared to the prior period on account of one-off renovation costs last year, a considerably improved performance of the security segment and the impact of lower finance costs.

The contribution of our associates dropped considerably reflecting mainly the reduced performance of Medine, on the back of lesser realisation of land sales and increased operational losses during the period under review.

Looking forward, our investee companies are reviewing their strategy in the context of the new normal and are poised to deliver higher values to shareholders

(1,080,140) 5,521,418

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(19,048)

THE COMPANY

3,155,104

(19,048)

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Given the current economic situation, and the pressure created by significant cuts to dividends received, the PaD Board has not declared any dividend during the period under review.

	Segment Reporting	Property	Shares	Security	Other	Eliminations	Total
	MRS000 September 2020 External sales Intersegment sales Total revenues	57,854 1,200 59,054	3,989 500 4,489	69,164 6,077 75,241	807 2,867 3,674	(10,644) (10,644)	131,814 
	Segment result	12,963	(2,983)	6,109		(751)	15,338
	September 2019 External sales Intersegment sales Total revenues	70,437 1,200 71,637	56,633 500 57,133	59,885 5,533 65,418	1,347 2,527 3,874	(9,760) (9,760)	188,302 - - - - - - -
	Segment result .	8,685	47,510	552	-	(1,264)	55,483
7	June 2020 External sales Intersegment sales Total revenues	254,895 4,800 259,695	63,880 81,800 145,680	264,223 23,031 287,254	4,309 13,729 18,038	(123,360) (123,360)	587,307 
)	Segment result	41,796	114,189	13,566	-	(83,083)	86,468

The statement of direct and indirect interests of officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, upon request, free of charge, at Promotion and Development Ltd, 8th Floor, Dias Pier, Le Caudan Waterfront, Port Louis

These abridged unaudited interim financial statements were approved for issue by the Board of Directors on November 12th 2020.

By order of the board

MCB Group Corporate Services Ltd Secretary

November 12th 2020

These abridged unaudited interim financial statements are issued pursuant to listing rule 12.20 and section 88 of the Securities Act 2005. The Board of Directors of Promotion and Development Ltd accepts full responsibility for the accuracy of the information contained in these abridged unaudited

interim financial statements. meerin productuur susteemens. Copies of the abridged unaudited interim financial statements are available, upon request, free of charge, at Promotion and Development Ltd, 8th Floor, Dias Pier,

Le Caudan Waterfront, Port Louis.