

PROMOTION AND DEVELOPMENT LTD

ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS DECEMBER 31st 2019

STATEMENTS OF FINANCIAL POSITION

·	T H E UNAUDITED		G R O U P AUDITED	THE COMPAN UNAUDITED AUDITE				
	31 Dec 19	31 Dec 18	30 lun 19	31 Dec 19	31 Dec 18	30 Jun 19		
MRs000	31 500 17	J1 DCC 10	50 Juli 15	31 500 17	J1 DCC 10	J0 Juli 17		
Assets								
Non-current assets								
Investment property	4,851,376	4,635,513	4,898,514	175,250	160,550	175,250		
Investments in subsidiary companies	-	-		1,751,497	1,732,586	1,594,294		
Investments in associates and jointly controlled entities	6,205,017	6,159,881	6,194,924	3,161,085	3,170,139	3,103,802		
Financial assets at fair value through other comprehensive								
income	3,032,493	2,604,386	2,701,530	3,028,016	2,600,113	2,697,362		
Other non-current assets	451,894	385,729	450,280	87,029	91,460	88,972		
	14,540,780	13,785,509	14,245,248	8,202,877	7,754,848	7,659,680		
Current assets	168,534	229,903	237,954	71,397	103,433	192,087		
Total assets	14,709,314	14,015,412	14,483,202	8,274,274	7,858,281	7,851,767		
Equity and liabilities								
Capital and reserves								
Share capital	194.854	194,854	194,854	194,854	194,854	194,854		
Other reserves	7,072,849	6,829,719	6,835,839	3,734,419	3,383,720	3,255,626		
Retained earnings	4,011,183	3,714,129	3,963,824	3,170,840	3,096,581	3,159,665		
netamed carmings	11,278,886	10,738,702	10,994,517	7,100,113	6,675,155	6,610,145		
Less: Treasury shares	(261)	(104)	(371)	(261)	(104)	(371)		
Equity attributable to owners of the parent	11,278,625	10,738,598	10,994,146	7,099,852	6,675,051	6,609,774		
Non-controlling interests	1,200,546	1,171,948	1,200,881	-	-	.,,		
Total equity	12,479,171	11,910,546	12,195,027	7,099,852	6,675,051	6,609,774		
Liabilities								
Non-current liabilities	1 170 000	(50,000	1 170 000	650.000	(50,000	(50,000		
Borrowings Other non-current liabilities	1,170,000 270,383	650,000 225,067	1,170,000 258,466	650,000 7.889	650,000 20,100	650,000 8,476		
Other non-current habilities	1,440,383	875,067	1,428,466	657,889	670,100	658,476		
	1,440,363	6/3,06/	1,420,400	037,007	670,100	636,476		
Current liabilities								
Borrowings	614,179	858,861	520,056	473,760	439,892	434,362		
Dividend proposed		44,792	103,075	-	44,792	103,075		
Other current liabilities	175,581	326,146	236,578	42,773	28,446	46,080		
	789,760	1,229,799	859,709	516,533	513,130	583,517		
Total liabilities	2,230,143	2,104,866	2,288,175	1,174,422	1,183,230	1,241,993		
Total equity and liabilities	14,709,314	14,015,412	14,483,202	8,274,274	7,858,281	7,851,767		
Net assets per share (MRs)	289.80	275.70	282.65	182.43	171.38	169.93		
Number of shares	38,918,280	38,949,760	38,896,267	38,918,280	38,949,760	38,896,267		
Number of Shafes	20,710,280	JO,747,/ OU	J0,070,20/	20,710,480	J0,747,7 DU	/0,070,20		

STATEMENTS OF CHANGES IN EQUITY

		Attributable				Non	
	Share	Treasury	Other	Retained	Total	controlling	Total
MR\$000	capital	shares	reserves	earnings		interests	equity
THE GROUP							
At July 1st 2018 (as previously reported) Adjustment on initial application of IFRS 9	194,854	(104)	6,821,976	3,671,418	10,688,144	1,162,901	11,851,045
-Financial Instruments		-		(3,773)	(3,773)	(1,569)	(5,342)
At July 1st 2018 (as restated)	194,854	(104)	6,821,976	3,667,645	10,684,371	1,161,332	11,845,703
Dividend	-	-	-	(44,792)	(44,792)		(44,792)
Profit for the period	-	-	(4 (0.75)	76,329	76,329	10,616	86,945
Transfer	-	-	(14,875)	14,875 72	22.600	-	22 (00
Other comprehensive income for the period At December 31st 2018	194,854	(104)	22,618 6,829,719	3,714,129	22,690 10,738,598	1,171,948	22,690 11,910,546
At December 31st 2016	194,034	(104)	0,029,/19	3,/14,129	10,730,390	1,1/1,940	11,910,546
At July 1st 2018 (as previously reported) Adjustment on initial application of IFRS 9	194,854	(104)	6,821,976	3,671,418	10,688,144	1,162,901	11,851,045
-Financial Instruments		-	-	(3,773)	(3,773)	(1,569)	(5,342)
At July 1st 2018 (as restated)	194,854	(104)	6,821,976	3,667,645	10,684,371	1,161,332	11,845,703
Shares held as treasury	-	(267)	(5,724)	(4.4.60)	(5,991)	-	(5,991)
Impact of change in shareholding in associates Dividend	-		-	(1,462)	(1,462)	(22 504)	(1,462)
Profit for the year				(147,867) 306,372	(147,867) 306,372	(23,504) 64,275	(171,371) 370,647
Transfer			(138,990)	138,990	300,372	04,275	3/0,64/
Other comprehensive income for the year			158,577	146	158,723	(1,222)	157,501
At June 30th 2019	194,854	(371)	6,835,839	3,963,824	10,994,146	1,200,881	12,195,027
A+ II 4 -+ 2040	40/05/	(274)	6 025 020	2.0/2.02/	10.00/.1/6	4 200 004	42405027
At July 1st 2019 Exercise of share options	194,854	(371) 110	6,835,839 2,290	3,963,824	10,994,146 2,400	1,200,881	12,195,027 2,400
Impact of change on disposal of subsidiary by	_	110	2,290	-	2,400	_	2,400
associate			(18,255)	17,641	(614)		(614)
Dividend	-	-		(50,593)	(50,593)	-	(50,593)
Profit for the period	-	-		57,138	57,138	(335)	56,803
Transfer	-	-	(22,517)	22,517		-	
Other movement by associate	-	-	(262)	(148)	(410)	-	(410)
Other comprehensive income for the period	194,854	(261)	275,754	4,011,183	276,558	1,200,546	276,558
At December 31st 2019	174,074	(201)	7,072,849	4,011,165	11,278,625	1,200,340	12,479,171
THE COMPANY							
At July 1st 2018	194,854	(104)	3,700,498	2,934,541	6,829,789		
Dividend	-	-	-	(44,792)	(44,792)		
Profit for the period	-	-		206,832	206,832		
Other comprehensive income for the period	104.054	(104)	(316,778)	2.007.501	(316,778)		
At December 31st 2018	194,854	(104)	3,383,720	3,096,581	6,675,051		
At July 1st 2018	194,854	(104)	3,700,498	2,934,541	6,829,789		
Shares held as treasury	-	(267)	(5,724)	-	(5,991)		
Transfer	-	-	(10,481)	10,481			
Dividend	-	-		(147,867)	(147,867)		
Profit for the year	-	-	(428,667)	362,510	362,510		
Other comprehensive income for the year At June 30th 2019	194,854	(371)	3,255,626	3,159,665	(428,667) 6,609,774		
At June John 2017	1/4,0/4	(5/1)	2,222,020	5,157,005	3,007,774		
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	-	-	(6,055)	6,055			
Dividend	-	-	-	(50,593)	(50,593)		
Profit for the period Other comprehensive income for the period	-	-	482,558	55,713	55,713 482,558		
At December 31st 2019	194,854	(261)	3,734,419	3,170,840	7,099,852		
3456 2047	1/7,0/7	(201)	J,1 J7,717	3,2,0,040	.,0//,032		

STATEMENTS OF CASH FLOWS

		THE	GROUP		THEC	OMPANY
	UNAUDITED		AUDITED	UNAUD	AUDITED	
	6 mths to	6 mths to	Year to	6 mths to	6 mths to	Year to
	31 Dec 19	31 Dec 18	30 Jun 19	31 Dec 19	31 Dec 18	30 Jun 19
MRs000						
Net cash generated from operating activities	137,451	144,090	213,084	173,802	166,733	227,342
Net cash used in investing activities	(54,883)	(511,209)	(715,227)	(61,972)	(187,344)	(197,587)
Net cash flow before financing activities	82,568	(367,119)	(502,143)	111,830	(20,611)	29,755
Net cash (used in)/generated from financing activities	(113,615)	20,323	376,535	(90,268)	43,731	(119,961)
(Decrease)/increase in cash and cash equivalents	(31,047)	(346,796)	(125,608)	21,562	23,120	(90,206)
Cash and cash equivalents at beginning of the year	(491,712)	(366,076)	(366,076)	(408,202)	(317,996)	(317,996)
Effect of foreign exchange rate changes	(40)		(28)			
Cash and cash equivalents at end of the period/year	(522,799)	(712,872)	(491,712)	(386,640)	(294,876)	(408,202)
Analysis of soch and soch anyinglants						
Analysis of cash and cash equivalents	6 4 2 2	000	22//	20	4.6	
Bank and cash balances	4,123	893	2,244	20	16	60
Bank overdrafts	(526,922)	(713,765)	(493,956)	(386,660)	(294,892)	(408,262)
	(522,799)	(712,872)	(491,712)	(386,640)	(294,876)	(408,202)

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

STATEMENTS OF PROFIT OR LOSS AND OTHE	ER COMPI	KEHENS	IVEINC	JME						
			-	THE	GROUP				THE C	MPANY
		UNAUD			AUDITED		UNAUD			AUDITED
	6 mths to	6 mths to	3 mths to	3 mths to	Year to	6 mths to	6 mths to	3 mths to	3 mths to	Year to
	31 Dec 19	31 Dec 18	31 Dec 19	31 Dec 18	30 Jun 19	31 Dec 19	31 Dec 18	31 Dec 19	31 Dec 18	30 Jun 19
MRs000										
Turnover	331,550	284,500	143,248	126,438	599,081	125,795	153,751	63,474	103,048	345,459
Operating expenses	(271,475)	(214,903)	(138,631)	(113,844)	(474,359)	(39,247)	(37,611)	(20,002)	(19,313)	(71,923)
	60,075	69,597	4,617	12,594	124,722	86,548	116,140	43,472	83,735	273,536
Net impairment on financial assets	2,558	(1,451)	3,066	(852)	(6,472)	(00 (00)	(00 (00)	(44.045)	(4.6.1=0)	(60 (10
Net finance costs	(49,276)	(36,881)	(24,439)	(20,928)	(81,702)	(30,627)	(30,639)	(14,815)	(16,473)	(60,447)
Net gain from fair value adjustment on investment property Non-recurring items	-	-	-	-	225,864	-	122.000	-	122.000	14,700
Profit on disposal of associates	-		-		8,466	-	122,990	-	122,990	136,866
Impairment loss in associate	-				(678)	-	-	-	-	
Gain on remeasurement of equity interests	-				3,708	-	-	-	-	
Share of results of associates	53,969	63,356	1,202	4,564	136,491	-		-		
Profit/(loss) before taxation	67,326	94,621	(15,554)	(4,622)	410,399	55,921	208,491	28,657	190,252	364,655
Taxation	(10,523)	(7,676)	(8,631)	(2,290)	(39,752)	(208)	(1,659)	(242)	(1,401)	(2,145)
Profit/(loss) for the period/year	56,803	86,945	(24,185)	(6,912)	370,647	55,713	206,832	28,415	188,851	362,510
Tionity (1033) for the period/year	30,003	00,747	(=1,100)	(0,712)	370,047	33,1-3	200,032	-0,1-5	100,031	302,310
Other comprehensive income:										
Items that will not be reclassified to profit or loss:										
Remeasurement of retirement benefit obligations, net of deferred tax	-	-	-	-	(3,846)	-	-	-	-	466
Group's share of other comprehensive income of associates	4,931	(5,907)	6,314	(9,561)	36,669	-	-	-	-	
Changes in fair value of financial assets through other comprehensive										
income	271,578	28,597	228,727	27,803	124,177	271,269	28,597	228,344	27,803	124,198
Changes in fair value of investments in subsidiaries	-	-	-	-	-	157,203	58,675	85,697	(38,637)	(79,617)
Changes in fair value of investment in associates	-	-	-	-		54,086	(404,050)	31,086	(331,435)	(473,714)
Items that may be reclassified subsequently to profit or loss:										
Group's share of other comprehensive income of associates	49	-	122	(195)	348	-	-	-	-	-
Currency translation differences		-		7_	153					
Other comprehensive income for the period/year, net of tax	276,558	22,690	235,163	18,054	157,501	482,558	(316,778)	345,127	(342,269)	(428,667)
Total comprehensive income for the period/year	333,361	109,635	210,978	11,142	528,148	538,271	(109,946)	373,542	(153,418)	(66,157)
Profit/(loss) for the period/year attributable to:										
Owners of the parent	57,138	76,329	(23,251)	(11,059)	306,372	55,713	206,832	28,415	188,851	362,510
Non-controlling interests	(335)	10,616	(934)	4,147	64,275	-	-	-	-	
	56,803	86,945	(24,185)	(6,912)	370,647	55,713	206,832	28,415	188,851	362,510
Total comprehensive income for the period/year attributable to:										
Owners of the parent	333,696	99,019	211,912	6,993	465,095	538,271	(109,946)	373,542	(153,418)	(66,157)
Non-controlling interests	(335)	10,616	(934)	4,149	63,053		(100010)		(450 (40)	(((((((((((((((((((((
	333,361	109,635	210,978	11,142	528,148	538,271	(109,946)	373,542	(153,418)	(66,157)
MRs/MRe										
Earnings/(loss) per share	1.47	1.96	(0.60)	(0.28)	7.87					
Earnings/ (1055) per Stiate	1.4/	1.96	(0.00)	(0.28)	/.8/					
Adjusted earnings/(loss) per share	1.47	1.83	(0.60)	(0.41)	3.83					

Notes
The abridged interim financial statements for the period ended December 31st 2019 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 2019, except for the adoption of new International Financial Reporting Standards issued which are now effective.

The Lasses Value (NY) Company NAV stood at MRS182.43 at December 31st 2019 compared to MRS169.93 at the start of the financial year, an increase of 7.4% whilst group NAV increased by 2.5% to stand at MRS289.80.

Adjusted earnings/(loss)

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

	THE GROUP								INECO	I TE COMPANT	
	UNAUDITED			AUDITED			UNAUD	ITED		AUDITED	
	6 mths to	6 mths to	3 mths to	3 mths to	Year to	6 mths to	6 mths to	3 mths to	3 mths to	Year to	
	31 Dec 19	31 Dec 18	31 Dec 19	31 Dec 18	30 Jun 19	31 Dec 19	31 Dec 18	31 Dec 19	31 Dec 18	30 Jun 19	
MRs000											
Profit/(loss) attributable to owners of the parent	57,138	76,329	(23,251)	(11,059)	306,372	55,713	206,832	28,415	188,851	362,510	
Gain on remeasurement of equity interests	-		-		(2,619)	-	-	-	-	-	
Other gains - associates	-	(5,076)	-	(5,076)	(13,122)	-	-	-	-		
Non-recurring items (Exceptional dividends from associate)	-	-	-	-	-	-	(122,990)	-	(122,990)	(136,866)	
Net gain from fair value adjustment on investment property											
(net of non-controlling interests and deferred tax)	-		-		(141,342)	-	-	-	-	(14,583)	
Adjusted earnings/(loss) attributable to owners of the parent	57,138	71,253	(23,251)	(16,135)	149,289	55,713	83,842	28,415	65,861	211,061	

Earnings/(loss) for the period/year The earnings/(loss) per share has been calculated based on:

THE GROUP UNAUDITED AUDITED 6 mths to 6 mths to 3 mths to 31 Dec 19 31 Dec 19 31 Dec 19 3 mths to Year to 30 Jun 19 31 Dec 18 Profit/(loss) attributable to owners of the parent 57,138 76,329 **(23,251)** (11,059)

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

Results
The profit attributable to shareholders amounted to MRs55.7m at company level, in comparison to MRs206.8m for the same period last year whilst group profit amounted to MRs57.1m (December 2018: MRs76.3m).

38,906,623 38,949,760 **38,916,228** 38,949,760 38,936,387

At company level, last year's results were boosted by the dividend in specie declared by EUDCOS by way of distribution of certain of its quoted investments. Our adjusted underlying company profit (excluding this dividend in specie) decreased from MRs83.8m to MRs55.7m as a result of reduced dividend payouts from our main associates, Medine and EUDCOS, partially offset by improved dividend payouts from other investee

At group level, our results were hampered this period by reduced profitability of our subsidiary, Caudan, and that of our associates.

Dividend On September 27th 2019, the company declared a final dividend of MRs1.30 per share in respect of the year ended June 30th 2019 which was paid on December 18th 2019.

Segment Reporting	Property	Shares	Security	Other	Eliminations	Total
MRs000 December 2019 External sales Intersegment sales Total revenues	144,910 2,400 147,310	61,987 53,453 115,440	122,021 10,805 132,826	2,632 7,374 10,006	(74,032) (74,032)	331,550 - 331,550
Segment result	18,093	95,817	333		(54,168)	60,075
December 2018 External sales Intersegment sales Total revenues	118,684 2,400 121,084	44,877 220,200 265,077	119,821 13,269 133,090	1,118 16,710 17,828	(252,579) (252,579)	284,500
Segment result	47,878	247,099	4,146	-	(229,526)	69,597
June 2019 External sales Intersegment sales Total revenues	248,846 4,800 253,646	90,804 378,720 469,524	255,619 27,701 283,320	3,812 23,436 27,248	(434,657) (434,657)	599,081 - 599,081
Segment result	75,860	434,371	5,551	-	(391,060)	124,722

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 February 12th 2020.

By order of the board

MCB Group Corporate Services Ltd Secretary

February 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.

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.