

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Year ended 30.06.2020 Audited Rs'000	Year ended 30.06.2019 Audited Rs'000
Interest and dividend income	19,867	30,349
Net (losses)/gains on financial assets at fair value through profit or loss	(54,710)	5,966
Administrative expenses	(16,348)	(15,522)
Expected credit losses	(16,260)	(6,181)
Other income/(expenses)	870	(21)
Profit/(loss) before tax	(66,581)	14,591
Tax expense	(89)	(343)
Profit/(loss) for the period	(66,670)	14,248
Other comprehensive income		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Remeasurement of defined benefit obligations	532	296
Deferred tax on remeasurement of retirement benefit obligations	(91)	(50)
Other comprehensive income for the period	441	246
Total comprehensive (loss)/income for the period	(66,229)	14,494
Earnings/(net loss) per share (in Rs)	(7.56)	1.62

CONDENSED STATEMENT OF FINANCIAL POSITION

	As at 30.06.2020 Audited Rs'000	As at 30.06.2019 Audited Rs'000
ASSETS		
Investment portfolio	346,577	398,415
Investment property	62,271	62,271
Trade and other receivables	6,181	29,449
Cash & cash equivalents	116,317	106,845
Other assets	1,056	705
Total assets	532,402	597,685
EQUITY AND LIABILITIES		
Equity and reserves	524,804	591,033
Liabilities	7,598	6,652
Total equity and liabilities	532,402	597,685
Net Asset Value (NAV) per share (in Rs)	59.50	67.00

CONDENSED STATEMENT OF CASH FLOWS

	Year ended 30.06.2020 Audited Rs '000	Year ended 30.06.2019 Audited Rs '000
Net cash generated from operating activities	14,006	7,614
Net cash (used in)/generated from investing activities	(4,028)	42,568
Net cash used in financing activities	(506)	(6,175)
Net increase in cash and cash equivalents	9,472	44,007
Opening cash and cash equivalents	106,845	62,838
Closing cash and cash equivalents	116,317	106,845

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Stated capital Rs'000	Retained earnings Rs'000	Total Rs'000
At 1 July 2018	8,821	573,893	582,714
Profit for the year	-	14,248	14,248
Other comprehensive income for the year	-	246	246
Total comprehensive income for the year	-	14,494	14,494
Dividends	-	(6,175)	(6,175)
At 30 June 2019	8,821	582,212	591,033
At 1 July 2019	8,821	582,212	591,033
Loss for the year	-	(66,670)	(66,670)
Other comprehensive income for the year	-	441	441
Total comprehensive loss for the year	-	(66,229)	(66,229)
At 30 June 2020	8,821	515,983	524,804

NOTES

1. CONDENSED AUDITED FINANCIAL STATEMENTS

The condensed audited financial statements have been prepared using the same accounting policies and methods of computation as per the financial statements of the Company for the year ended 30 June 2019, except for IFRS 16 Lease which was implemented on 1 July 2019. The present condensed audited financial statements do not include a segmental analysis since the management monitors the performance of the Company based on only one segment, which is the Company itself.

2. COMMENTS

PORTFOLIO PERFORMANCE

As a result of the pandemic, the global economy has contracted sharply in recent months and we have entered a period of significant uncertainty. Our listed and unlisted portfolios fell by 25% and 15% respectively over the year ended 30 June 2020. Encouragingly, some investee companies demonstrated strong resilience and performed well after the lockdown. Particularly, FAST delivered improved profits as compared to last year despite the two-month lockdown. This had a positive impact on FAST's valuation and portfolio performance during the fourth quarter of the year. Our fixed income portfolio and substantial cash holdings also helped buffer the drop in equity prices, resulting in a decrease of only 11.2% in NAV.

RESULTS

In the year ended on 30 June 2020, the net loss amounted to Rs66.2m, compared to a net profit of Rs14.5m last year. The difference is mainly explained by fair value losses of Rs54.7m this year and Expected Credit Losses of Rs16.3m on loans to our hotel associates, reflecting the uncertainty surrounding the Mauritian hospitality industry. Investment income also dipped by 35% to Rs19.9m compared to Rs 30.3m in the comparative period, mainly as a result of listed and unlisted investee companies not declaring or declaring lower dividends to protect liquidity in the prevailing situation. Of note, the Company's results improved markedly in the fourth quarter of the year with a net profit of Rs25.4m over the period, mainly as a result of FAST's stronger-than-expected performance and outlook, which impacted positively on the investment's valuation as compared to 31 March 2020.

OUTLOOK

In the near term, equity prices should remain volatile as the effects of the Covid-19 pandemic continue to affect the economy. Our immediate focus will be to assist our portfolio companies steering through the current challenging economic conditions. Moreover, with nearly Rs220m of cash and fixed-income assets being readily available for investment, we are ready to seize any compelling opportunities in the private equity sphere by enabling businesses with strong fundamentals to recover from the current crisis.

By Order of the Board
IBL Management Ltd
Company Secretary

24 September 2020

The statement of direct and indirect interests of Directors and Senior Officers pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available free of charge, at the registered office of the Company, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

Copies of these condensed audited annual financial statements are available free of charge, at the registered office of the Company, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

The above condensed audited annual financial statements are issued pursuant to DEM Rule 18 and Section 88 of the Securities Act 2005.

The Board of Directors of The Bee Equity Partners Ltd accepts full responsibility for the accuracy of the information contained in these condensed audited annual financial statements.

The above condensed audited annual financial statements to 30 June 2020 have been extracted from the audited financial statements for the year ended 30 June 2020.