



The United Basalt Products Ltd.

# THE UNITED BASALT PRODUCTS LTD AND ITS SUBSIDIARY COMPANIES

## Unaudited Abridged Group Interim Financial Statements

Quarter and Half Year Ended December 31, 2021

### ABRIDGED STATEMENT OF FINANCIAL POSITION

	Unaudited		Audited
	As at December 31, 2021	As at December 31, 2020 Restated	As at June 30, 2021
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>ASSETS</b>			
<b>Non-current assets</b>	<b>4,556,218</b>	4,100,065	4,037,355
<b>Current assets</b>	<b>2,050,055</b>	1,616,030	1,580,577
<b>TOTAL ASSETS</b>	<b>6,606,273</b>	5,716,095	5,617,932
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity attributable to shareholders of the parent	<b>3,620,342</b>	3,442,018	3,556,026
Non-controlling interests	<b>26,402</b>	53,919	41,616
<b>TOTAL EQUITY</b>	<b>3,646,744</b>	3,495,937	3,597,642
<b>Non-current liabilities</b>	<b>1,459,735</b>	1,478,209	1,327,018
<b>Current liabilities</b>	<b>1,499,794</b>	741,949	693,272
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,606,273</b>	5,716,095	5,617,932

### ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Unaudited										
	Equity attributable to shareholders of the parent								Non-controlling interests		Total
	Issued Capital	Share Premium	Associate Companies	Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total	Rs. ' 000	Rs. ' 000	
At July 1, 2021	265,100	7,354	109,813	1,874,102	10,980	(16,182)	1,304,859	3,556,026	41,616	3,597,642	
Profit for the period	-	-	-	-	-	-	135,461	135,461	9,529	144,990	
Other comprehensive income	-	-	-	-	-	645	-	645	193	838	
Total comprehensive income for the period	-	-	-	-	-	645	135,461	136,106	9,722	145,828	
Dividend	-	-	-	-	-	-	-	-	(600)	(600)	
Change in percentage holding of subsidiary	-	-	-	-	-	-	(71,790)	(71,790)	(24,336)	(96,126)	
<b>At December 31, 2021</b>	<b>265,100</b>	<b>7,354</b>	<b>109,813</b>	<b>1,874,102</b>	<b>10,980</b>	<b>(15,537)</b>	<b>1,368,530</b>	<b>3,620,342</b>	<b>26,402</b>	<b>3,646,744</b>	
At July 1, 2020	265,100	7,354	109,291	1,848,895	10,355	(12,937)	1,010,772	3,238,830	37,641	3,276,471	
- As previously reported	-	-	-	25,207	-	-	-	25,207	-	25,207	
- Prior year adjustments	-	-	-	-	-	-	-	-	-	-	
As restated at July 1, 2020	265,100	7,354	109,291	1,874,102	10,355	(12,937)	1,010,772	3,264,037	37,641	3,301,678	
Profit for the period	-	-	-	-	-	-	175,183	175,183	18,343	193,526	
Other comprehensive income	-	-	-	-	-	2,798	-	2,798	222	3,020	
Total comprehensive income for the period	-	-	-	-	-	2,798	175,183	177,981	18,565	196,546	
Dividend	-	-	-	-	-	-	-	-	(2,287)	(2,287)	
At December 31, 2020	265,100	7,354	109,291	1,874,102	10,355	(10,139)	1,185,955	3,442,018	53,919	3,495,937	

### ABRIDGED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited				Audited
	Quarter ended December 31, 2021	Quarter ended December 31, 2020 Restated	Half year ended December 31, 2021	Half year ended December 31, 2020 Restated	Year ended June 30, 2021
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>Continuing operations</b>					
<b>Revenue</b>	<b>1,118,025</b>	957,400	<b>2,048,717</b>	1,863,958	3,327,914
<b>Operating profit</b>	<b>98,609</b>	101,831	<b>186,892</b>	237,038	268,998
Allowance for expected credit losses on financial assets	(2,902)	2,839	(6,158)	3,495	2,911
Impairment	-	-	-	-	(4,982)
Finance income	204	999	204	1,076	2,274
Finance costs	(12,241)	(8,568)	(20,459)	(17,679)	(34,231)
Share of results of associates	1,989	6,663	7,196	12,965	7,249
<b>Profit before tax</b>	<b>85,659</b>	103,764	<b>167,675</b>	236,895	242,219
<b>Income tax expense</b>	<b>(13,397)</b>	(14,841)	<b>(25,282)</b>	(39,691)	(20,583)
<b>Profit for the period / year from continuing operations</b>	<b>72,262</b>	88,923	<b>142,393</b>	197,204	221,636
<b>Discontinuing operation</b>					
Profit / (loss) for the period / year from discontinuing operation	2,766	827	2,597	(3,678)	(6,074)
<b>Profit for the period / year</b>	<b>75,028</b>	89,750	<b>144,990</b>	193,526	215,562
<b>Other comprehensive income</b>					
<b>Items to be reclassified to profit or loss in subsequent periods:</b>					
Exchange differences on translation of foreign operations	(2,310)	(1,142)	838	3,020	(3,141)
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>(2,310)</b>	(1,142)	<b>838</b>	3,020	(3,141)
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>					
Net gains on equity instruments	-	-	-	-	625
Re-measurement gains on defined benefit plans	-	-	-	-	213,926
Deferred tax effect on re-measurement gains on defined benefit plans	-	-	-	-	(34,598)
Share of other comprehensive income of associates	-	-	-	-	522
<b>Net other comprehensive income not being reclassified to profit or loss in subsequent periods</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>180,475</b>
<b>Other comprehensive income for the period / year, net of tax</b>	<b>(2,310)</b>	(1,142)	<b>838</b>	3,020	177,334
<b>Total comprehensive income for the period / year, net of tax</b>	<b>72,718</b>	88,608	<b>145,828</b>	196,546	392,896
<b>Profit for the period / year attributable to:</b>					
Equity holders of the parent	70,921	81,140	135,461	175,183	196,219
Non-controlling interests	4,107	8,610	9,529	18,343	19,343
	75,028	89,750	144,990	193,526	215,562
<b>Total comprehensive income for the period / year attributable to:</b>					
Equity holders of the parent	68,603	80,133	136,106	177,981	371,150
Non-controlling interests	4,115	8,475	9,722	18,565	21,746
	72,718	88,608	145,828	196,546	392,896
<b>Earnings per share (Rs)</b>					
Basic, profit for the period / year attributable to ordinary equity holders of the parent	2.68	3.06	5.11	6.61	7.40

### ABRIDGED STATEMENT OF CASH FLOWS

	Unaudited	
	Half year ended December 31, 2021	Half year ended December 31, 2020
	Rs. ' 000	Rs. ' 000
<b>Net cash flows from operating activities</b>	<b>72,096</b>	287,211
<b>Net cash flows used in investing activities</b>	<b>(432,341)</b>	(28,988)
<b>Net cash flows from / (used in) financing activities</b>	<b>41,549</b>	(57,033)
<b>(Decrease) / increase in cash and cash equivalents</b>	<b>(318,696)</b>	201,190
<b>MOVEMENT IN CASH AND CASH EQUIVALENTS</b>		
At July 1,	107,328	(63,097)
Exchange difference	65	4,145
(Decrease) / increase in cash and cash equivalents	(318,696)	201,190
Movement from discontinuing operation	(5,774)	-
At December 31,	(217,077)	142,238

### SEGMENTAL INFORMATION

	Unaudited				Audited
	Quarter ended December 31, 2021	Quarter ended December 31, 2020 Restated	Half year ended December 31, 2021	Half year ended December 31, 2020 Restated	Year ended June 30, 2021
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>Revenue:</b>					
Building materials - Core business	793,737	667,189	1,487,650	1,363,407	2,438,157
Building materials - Retail	378,448	305,103	647,699	551,351	995,398
Agriculture	43,128	48,254	76,740	77,214	114,211
Consolidation adjustments	(97,288)	(63,146)	(163,372)	(128,014)	(219,852)
<b>Total</b>	<b>1,118,025</b>	957,400	<b>2,048,717</b>	1,863,958	3,327,914
<b>Operating profit / (loss):</b>					
Building materials - Core business	62,178	89,851	141,800	226,626	215,260
Building materials - Retail	40,283	22,145	56,494	27,449	34,510
Agriculture	8	(7,908)	(3,706)	(12,598)	(21,883)
Consolidation adjustments	(3,860)	(2,257)	(7,696)	(4,439)	41,111
<b>Total</b>	<b>98,609</b>	101,831	<b>186,892</b>	237,038	268,998

The above Unaudited Abridged Group Interim Financial Statements for the quarter and half year ended December 31, 2021 have been prepared in compliance with International Financial Reporting Standards and on a basis consistent with that of the latest Audited Group Financial Statements for the year ended June 30, 2021.

### COMMENTS

Our Group revenue for the half year ended December 31, 2021 increased by 9.9% (+Rs 184.8 million) compared to that of the same period in 2020 due to our core business and retail segments. Out of the Rs 184.8 million increase, Rs 131.6 million was attributable to Pre-Mixed Concrete Ltd, which was consolidated as a subsidiary as from November 2021. Our local core business segment sales volume was lower than previous year which had been positively impacted by the catching up effect of major projects following the first Covid-19 lockdown in March 2020.

Our Group operating profit for the half year period under review decreased from Rs 237.0 million to Rs 186.9 million, attributable mainly to a significant increase in our local core business production cost arising from an increase in boulders quarrying costs and higher repairs and maintenance costs. Conversely, our overseas subsidiaries performed better than in 2020.

Our retail segment also performed better than in 2020 due to an appreciable increase of 17.5% in revenue and a release in stock provision while the operating result of our agricultural segment was favourably impacted by the improved performance of our vegetable-growing activities and an increase in the price of sugar.

Our share of results from associates for the half year period under review decreased by 44.5% compared to the same period in 2020, due mainly to the lower performance of our core business entity.

In the light of the above and after taking into consideration the results of our discontinuing operation in Sri Lanka, our Group profit decreased from Rs 193.5 million for the half year ended December 31, 2020 to Rs 145.0 million for the half year period under review. Earnings per share likewise decreased from Rs 6.61 in 2020 to Rs 5.11 for this period.

#### OUTLOOK

Our level of activities and performance for the second semester of FY22 and beyond is dependent upon the recovery pace of our economy and on the timely implementation of the announced government measures to boost the construction industry going forward.

#### By Order of the Board

Bhooneshi Nemchand  
Company Secretary

February 10, 2022

The above Unaudited Abridged Group Interim Financial Statements are issued pursuant to Listing Rule 12.20 of the Stock Exchange of Mauritius Ltd and to Section 88 of the Securities Act 2005.

The Board of Directors of The United Basalt Products Limited accepts full responsibility for the accuracy of the information contained in these Unaudited Abridged Group Interim Financial Statements.

The statement of direct and indirect interests of insiders required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, at the registered office of the Company, Trianon, Quatre Bornes.

Copies of this report are available to the public, free of charge, at the registered office of the Company, Trianon, Quatre Bornes.