

Abridged Statement of Financial Position

	Audited	
	As at June 30, 2020	As at June 30, 2019
	Rs. ' 000	Rs. ' 000
ASSETS		
Non-current assets	4,159,779	3,701,626
Current assets	1,403,085	1,400,620
TOTAL ASSETS	5,562,864	5,102,246
EQUITY AND LIABILITIES		
Equity		
Equity attributable to shareholders of the parent	3,238,830	3,113,287
Non-controlling interests	37,641	36,455
TOTAL EQUITY	3,276,471	3,149,742
Non-current liabilities	1,462,724	1,179,955
Current liabilities	823,669	772,549
TOTAL EQUITY AND LIABILITIES	5,562,864	5,102,246

Abridged Statement of Comprehensive Income

	Audited	
	Year ended June 30, 2020	Year ended June 30, 2019
	Rs. ' 000	Rs. ' 000
Revenue	2,879,205	3,236,426
Operating profit	80,567	274,085
Finance income	4,141	7,031
Finance costs	(44,785)	(40,722)
Share of results of associates	7,780	18,302
Profit before tax	47,703	258,696
Income tax expense	(25,843)	(51,436)
Profit for the year	21,860	207,260
Other comprehensive income		
<i>Items to be reclassified to profit or loss in subsequent periods:</i>		
Exchange differences on translation of foreign operations	(5,535)	(8,881)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	(5,535)	(8,881)
<i>Items not to be reclassified to profit or loss in subsequent periods:</i>		
Net loss on equity instruments	(456)	-
Re-measurement losses on defined benefit plans	(241,127)	(35,275)
Income tax effect on re-measurement losses on defined benefit plans	39,157	5,755
Revaluation of land and buildings	390,324	-
Income tax effect on revaluation of land and buildings	(23,296)	-
Share of movement in reserves of associates	7,161	308
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	171,763	(29,212)
Other comprehensive income for the year, net of tax	166,228	(38,093)
Total comprehensive income for the year, net of tax	188,088	169,167
Profit for the year attributable to:		
Equity holders of the parent	17,913	190,574
Non-controlling interests	3,947	16,686
	21,860	207,260
Total comprehensive income for the year attributable to:		
Equity holders of the parent	183,701	154,682
Non-controlling interests	4,387	14,485
	188,088	169,167
Earnings per share (Rs)		
Basic, profit for the year attributable to ordinary equity holders of the parent	0.68	7.19

Abridged Statement of Changes in Equity

	Audited										
	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	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000		
At July 1, 2019											
- As previously reported	265,100	7,354	102,130	1,488,373	10,811	(8,438)	1,247,957	3,113,287	36,455	3,149,742	
- Effect of adopting new accounting standards	-	-	-	-	-	-	(2,317)	(2,317)	-	(2,317)	
As restated at July 1, 2019	265,100	7,354	102,130	1,488,373	10,811	(8,438)	1,245,640	3,110,970	36,455	3,147,425	
Profit for the year	-	-	-	-	-	-	17,913	17,913	3,947	21,860	
Other comprehensive income	-	-	7,161	360,522	(456)	(4,499)	(196,940)	165,788	440	166,228	
Total comprehensive income for the year	-	-	7,161	360,522	(456)	(4,499)	(179,027)	183,701	4,387	188,088	
Dividend	-	-	-	-	-	-	(50,369)	(50,369)	(600)	(50,969)	
Changes in percentage holding of subsidiaries	-	-	-	-	-	-	(5,472)	(5,472)	(4,584)	(10,056)	
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	1,983	1,983	
	-	-	-	-	-	-	(55,841)	(55,841)	(3,201)	(59,042)	
	265,100	7,354	109,291	1,848,895	10,355	(12,937)	1,010,772	3,238,830	37,641	3,276,471	
At July 1, 2018											
- As previously reported	265,100	7,354	101,822	1,488,373	11,444	(250)	1,213,613	3,087,456	37,174	3,124,630	
- Effect of adopting new accounting standards	-	-	-	-	(633)	-	(2,780)	(2,813)	(354)	(28,467)	
As restated at July 1, 2018	265,100	7,354	101,822	1,488,373	10,811	(250)	1,186,133	3,059,343	36,820	3,096,163	
Profit for the year	-	-	-	-	-	-	190,574	190,574	16,686	207,260	
Other comprehensive income	-	-	308	-	-	(8,188)	(28,012)	(35,892)	(2,201)	(38,093)	
Total comprehensive income for the year	-	-	308	-	-	(8,188)	162,562	154,682	14,485	169,167	
Dividend	-	-	-	-	-	-	(100,738)	(100,738)	(14,850)	(115,588)	
At June 30, 2019	265,100	7,354	102,130	1,488,373	10,811	(8,438)	1,247,957	3,113,287	36,455	3,149,742	

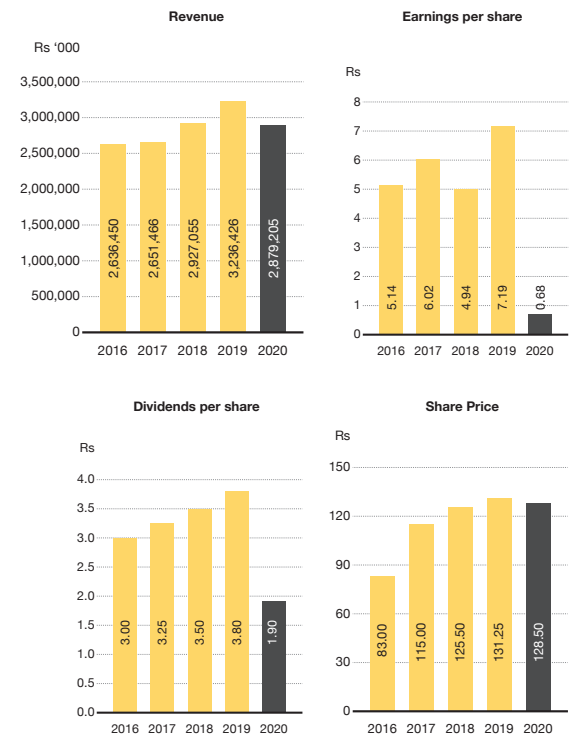
Abridged Statement of Cash Flows

	Audited	
	Year ended June 30, 2020	Year ended June 30, 2019
	Rs. ' 000	Rs. ' 000
Net cash flows from operating activities	349,591	461,901
Net cash flows used in investing activities	(274,428)	(313,826)
Net cash flows from/(used in) financing activities	37,391	(137,948)
Increase/(decrease) in cash and cash equivalents	112,554	10,127
MOVEMENT IN CASH AND CASH EQUIVALENTS		
At July 1,	(175,243)	(184,230)
Exchange difference	(408)	(1,140)
Movement	112,554	10,127
At June 30,	(63,097)	(175,243)

Segmental Information

	Audited	
	Year ended June 30, 2020	Year ended June 30, 2019
	Rs. ' 000	Rs. ' 000
Revenue:		
Building materials - Core business	2,115,320	2,447,119
Building materials - Retail	862,626	896,133
Agriculture	118,633	108,673
Consolidation adjustments	(217,375)	(215,499)
Total	2,879,205	3,236,426
Operating profit / (loss):		
Building materials - Core business	35,364	199,430
Building materials - Retail	3,018	42,209
Agriculture	(31,381)	(33,130)
Consolidation adjustments	73,566	65,576
Total	80,567	274,085

At a glance



Comments

Following the Covid-19 outbreak, the Group's revenue for the year ended June 30, 2020 decreased by 11.0% to Rs 2.9 billion from Rs 3.2 billion in 2019. This downturn was attributable to our core business and retail segments whose revenues went down by 49.2% and 34.9% respectively during the last quarter of the financial year under review compared to the same period in previous year.

The Group's operating profit decreased by 70.6% from Rs 274.1 million in 2019 to Rs 80.6 million for the year under review. Besides the significant impact of the pandemic, the profitability of our core business locally was also affected by an increase in production costs attributable mainly to plant repairs and maintenance. In terms of our retail segment, the performance for the year was further impacted by exceptional stock provisions and by the expected lower results of our new Beau Vallon store which opened in November 2019. Our overall core business performance was also impacted by the negative results of our subsidiaries operating overseas.

In terms of our agricultural segment, the operating loss of Compagnie de Gros Cailloux Limitée for the year was slightly lower than in 2019. This negative performance was attributable to a drop in yields and prices from our vegetable-growing activities added to an adverse valuation of our consumable biological assets.

Our share of results from associates for the year decreased by 57.5%, compared to previous year, due to the lower performance of both our ready-mixed concrete and core business entities attributable to the Covid-19.

In the light of the above and taking into account the increase in effective tax rate, the Group's profit decreased substantially from Rs 207.3 million in 2019 to Rs 21.9 million for the year under review. Earnings per share consequently decreased from Rs 7.19 in previous year to Rs 0.68 for this year.

OUTLOOK

The Group's revenue for the first quarter of the current financial year denotes an improvement over that of the corresponding period in previous year. This is attributable mainly to the major public infrastructure and property development projects which were underway when the lockdown was imposed. Going forward, we have poor visibility beyond 2020 and our performance relies on the recovery of the economy and on the announced government measures to boost our industry locally.

By Order of the Board

Bhooneshi Nemchand
Company Secretary

November 9, 2020

The above Audited Abridged Group Financial Statements have been extracted from the Audited Financial Statements for the year ended June 30, 2020, which have been prepared in accordance with International Financial Reporting Standards and have been audited by Messrs Deloitte Mauritius.

The Audited Abridged Group Financial Statements are issued pursuant to Listing Rule 12.14 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 Audited Abridged Group 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.