



The United Basalt Products Ltd.

# THE UNITED BASALT PRODUCTS LTD AND ITS SUBSIDIARY COMPANIES

## Unaudited Abridged Group Interim Financial Statements

### Quarter Ended September 30, 2022

#### ABRIDGED STATEMENT OF FINANCIAL POSITION

	Unaudited		Audited
	As at September 30, 2022	As at September 30, 2021	As at June 30, 2022
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>ASSETS</b>			
Non-current assets	4,495,856	3,992,773	4,394,790
Current assets	2,108,643	1,677,791	2,014,636
<b>TOTAL ASSETS</b>	<b>6,604,499</b>	<b>5,670,564</b>	<b>6,409,426</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity attributable to shareholders of the parent	3,440,196	3,623,529	3,441,748
Non-controlling interests	32,265	47,223	29,660
<b>TOTAL EQUITY</b>	<b>3,472,461</b>	<b>3,670,752</b>	<b>3,471,408</b>
Non-current liabilities	1,609,013	1,334,181	1,615,533
Current liabilities	1,523,025	665,631	1,322,485
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,604,499</b>	<b>5,670,564</b>	<b>6,409,426</b>

#### ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Unaudited										
	Equity attributable to shareholders of the parent									Non-controlling Interests	
	Issued Capital	Share Premium	Associate Companies	Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total	Total	Total	
Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	
At July 1, 2022	265,100	7,354	84,993	1,861,283	17,414	7,071	1,198,533	3,441,748	29,660	3,471,408	
(Loss) / profit for the period	-	-	-	-	-	-	(7,246)	(7,246)	2,370	(4,876)	
Other comprehensive income	-	-	-	-	-	5,694	-	5,694	235	5,929	
Total comprehensive income for the period	-	-	-	-	-	5,694	(7,246)	(1,552)	2,605	1,053	
<b>At September 30, 2022</b>	<b>265,100</b>	<b>7,354</b>	<b>84,993</b>	<b>1,861,283</b>	<b>17,414</b>	<b>12,765</b>	<b>1,191,287</b>	<b>3,440,196</b>	<b>32,265</b>	<b>3,472,461</b>	
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 / year	-	-	-	-	-	-	64,540	64,540	5,422	69,962	
Other comprehensive income	-	-	-	-	-	2,963	-	2,963	185	3,148	
Total comprehensive income for the period	-	-	-	-	-	2,963	64,540	67,503	5,607	73,110	
At September 30, 2021	265,100	7,354	109,813	1,874,102	10,980	(13,219)	1,369,399	3,623,529	47,223	3,670,752	

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

	Unaudited		Audited
	Quarter ended September 30, 2022	Quarter ended September 30, 2021	Year ended June 30, 2022
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>Continuing operations</b>			
Revenue	1,139,539	896,911	3,993,473
Operating profit	21,552	87,774	215,696
Allowance for expected credit losses on financial assets	(3,794)	(3,256)	(23,281)
Impairment of assets	-	-	(340,686)
Gain on deemed disposal of associate	-	-	158,236
Finance income	-	-	2,090
Finance costs	(18,951)	(7,839)	(58,460)
Share of results of associates	3,903	5,207	10,678
<b>Profit / (loss) before tax</b>	<b>2,710</b>	<b>81,886</b>	<b>(35,727)</b>
Income tax expense	(1,683)	(11,885)	(1,622)
<b>Profit / (loss) for the period / year from continuing operations</b>	<b>1,027</b>	<b>70,001</b>	<b>(37,349)</b>
<b>Discontinuing operations</b>			
Loss for the period / year from discontinuing operations	(5,903)	(39)	(19,364)
<b>(Loss) / profit for the period / year</b>	<b>(4,876)</b>	<b>69,962</b>	<b>(56,713)</b>
<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	5,929	3,148	30,205
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>5,929</b>	<b>3,148</b>	<b>30,205</b>
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>			
Net gains on equity instruments	-	-	6,434
Re-measurement gains on defined benefit plans	-	-	86,380
Deferred tax effect on re-measurement gains on defined benefit plans	-	-	(13,911)
Share of other comprehensive income of associates	-	-	4,655
<b>Net other comprehensive income not being reclassified to profit or loss in subsequent periods</b>	<b>-</b>	<b>-</b>	<b>83,558</b>
<b>Other comprehensive income for the period / year, net of tax</b>	<b>5,929</b>	<b>3,148</b>	<b>113,763</b>
<b>Total comprehensive income for the period / year, net of tax</b>	<b>1,053</b>	<b>73,110</b>	<b>57,050</b>
<b>(Loss) / profit for the period / year attributable to:</b>			
Equity holders of the parent	(7,246)	64,540	(67,553)
Non-controlling interests	2,370	5,422	10,840
	(4,876)	69,962	(56,713)
<b>Total comprehensive income for the period / year attributable to:</b>			
Equity holders of the parent	(1,552)	67,503	37,322
Non-controlling interests	2,605	5,607	19,728
	1,053	73,110	57,050
<b>Earnings per share (Rs)</b>			
Basic, (loss) / profit for the period / year attributable to ordinary equity holders of the parent	(0.27)	2.43	(2.55)

#### ABRIDGED STATEMENT OF CASH FLOWS

	Unaudited	
	Quarter ended September 30, 2022	Quarter ended September 30, 2021
	Rs. ' 000	Rs. ' 000
<b>Net cash flows (used in) / from operating activities</b>	<b>(13,690)</b>	<b>18,642</b>
<b>Net cash flows used in investing activities</b>	<b>(183,797)</b>	<b>(19,106)</b>
<b>Net cash flows from / (used in) financing activities</b>	<b>228,675</b>	<b>(10,863)</b>
<b>Increase / (decrease) in cash and cash equivalents</b>	<b>31,188</b>	<b>(11,327)</b>
<b>MOVEMENT IN CASH AND CASH EQUIVALENTS</b>		
At July 1,	(298,710)	107,328
Exchange difference	8,724	4,053
Increase / (decrease) in cash and cash equivalents	31,188	(11,327)
Movement from discontinuing operation	1,210	(346)
At September 30,	(257,588)	99,708

#### SEGMENTAL INFORMATION

	Unaudited		Audited
	Quarter ended September 30, 2022	Quarter ended September 30, 2021	Year ended June 30, 2022
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>Revenue:</b>			
Building materials - Core business	887,879	660,132	3,006,893
Building materials - Retail	313,317	269,251	1,200,934
Agriculture	36,211	33,612	123,790
Consolidation adjustments	(97,868)	(66,084)	(338,144)
<b>Total</b>	<b>1,139,539</b>	<b>896,911</b>	<b>3,993,473</b>
<b>Operating profit / (loss):</b>			
Building materials - Core business	9,423	69,299	162,449
Building materials - Retail	12,847	16,211	70,969
Agriculture	1,583	(3,714)	(5,201)
Consolidation adjustments	(2,301)	5,978	(12,521)
<b>Total</b>	<b>21,552</b>	<b>87,774</b>	<b>215,696</b>

The above Unaudited Abridged Group Interim Financial Statements for the quarter ended September 30, 2022 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, 2022.

#### COMMENTS

Our Group revenue for the quarter ended September 30, 2022 increased by Rs 242.6 million (+27.1%) compared to that of the same period in 2021. Pre-Mixed Concrete Limited, which is now consolidated as a subsidiary, unlike in previous year, contributed Rs 188.5 million to the increased revenue while our retail segment contribute Rs 44.1 million to that increase.

Despite an increase in sales volumes of aggregates, our Group operating profit for the quarter under review decreased from Rs 87.8 million to Rs 21.5 million, attributable mainly to a significant increase in our local core business production cost arising from the impact of imported inputs, higher quarrying costs and repairs and maintenance. Our retail segment's performance was also down compared to the same quarter in previous year due to an increase in staff costs, selling and marketing expenses.

On the other hand, our agricultural segment performed better than in 2021 due to the improved performance of our greenhouse and leisure activities.

Our share of results from associates for the quarter under review decreased by 25.0% compared to the same quarter in 2021, due to the conversion of our ready-mixed concrete entity from associate to subsidiary in October 2021.

Our finance costs increased significantly for the quarter under review due to a significant increase in borrowings resulting from the financing of investments, capital expenditure and working capital needs during the past financial year.

In the light of the above, and after taking into consideration the results of our discontinuing operations in Madagascar and Sri Lanka, our Group net result decreased from a profit of Rs 70.0 million for the quarter ended September 30, 2021 to a loss of Rs 4.9 million for the quarter under review. Earnings per share likewise decreased from Rs 2.43 in 2021 to a loss of Rs 0.27 for this quarter.

#### OUTLOOK

Our core business selling prices were increased with effect from October 3, 2022. This is expected to improve our operating profit going forward. Our future performance also relies on a close control over costs and improved efficiency.

#### By Order of the Board

Bhooneshi Nemchand  
Company Secretary

November 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.