



**THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES**

**UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**

	THE GROUP		
	30 June 2022	30 June 2021	31 December 2021
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
<b>ASSETS</b>			
Non-current assets	<b>1,898,942</b>	1,982,160	2,010,970
Current assets	<b>346,351</b>	279,293	203,421
<b>Total assets</b>	<b>2,245,293</b>	<b>2,261,453</b>	<b>2,214,391</b>
<b>EQUITY AND LIABILITIES</b>			
Owners' interest	<b>1,668,802</b>	1,629,194	1,661,261
Non-controlling interests	<b>7,264</b>	-	-
Non-current liabilities	<b>330,460</b>	445,367	355,675
Current liabilities	<b>238,767</b>	186,892	197,455
<b>Total equity and liabilities</b>	<b>2,245,293</b>	<b>2,261,453</b>	<b>2,214,391</b>

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**UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	<b>THE GROUP</b>				
	Period ended		Quarter ended		Year Ended
	30 June 2022	30 June 2021	30 June 2022	30 June 2021	31 December 2021
	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Audited
Revenue	<b>17,753</b>	31,156	<b>11,666</b>	18,312	188,081
Operating (loss)/profit	<b>(35,502)</b>	4,368	<b>(26,100)</b>	10,097	32,721
Other income	<b>9,591</b>	7,184	<b>5,322</b>	3,926	15,233
Share of result of associates	<b>38</b>	810	<b>(299)</b>	45	684
Loss on disposal of subsidiary	-	-	-	-	(4,677)
Profit on disposal of land	<b>42,213</b>	70,045	<b>2,610</b>	49,725	69,241
Profit/(loss) before finance costs	<b>16,340</b>	82,407	<b>(18,467)</b>	63,793	113,202
Finance costs	<b>(10,240)</b>	(10,431)	<b>(5,288)</b>	(5,337)	(20,989)
Profit/(loss) before taxation	<b>6,100</b>	71,976	<b>(23,756)</b>	58,456	92,213
Taxation	<b>988</b>	657	<b>3,764</b>	344	(5,091)
Profit/(loss) from continuing operations	<b>7,088</b>	72,633	<b>(19,992)</b>	58,800	87,122
Loss from discontinued operations	-	(1,875)	-	(1,348)	(2,258)
Profit/(loss) for the period/year	<b>7,088</b>	70,758	<b>(19,992)</b>	57,452	84,864
Other comprehensive (loss)/income for the period/year	<b>(20)</b>	(4,080)	<b>(136)</b>	21	41,491
Total comprehensive income/(loss) for the period/year	<b>7,068</b>	66,678	<b>(20,128)</b>	57,473	126,355
<b>Results attributable to:</b>					
Owners of the parent	<b>7,066</b>	70,758	<b>(20,014)</b>	57,452	84,864
Non-controlling interests	<b>22</b>	-	<b>22</b>	-	-
	<b>7,088</b>	70,758	<b>(19,992)</b>	57,452	84,864
<b>Total comprehensive income/(loss) attributable to:</b>					
Owners of the parent	<b>7,046</b>	66,678	<b>(20,150)</b>	57,473	126,355
Non-controlling interests	<b>22</b>	-	<b>22</b>	-	-
	<b>7,068</b>	66,678	<b>(20,128)</b>	57,473	126,355
Earnings/(loss) per share					
- Continuing operations	Rs. <b>0.38</b>	3.84	Rs. <b>(1.06)</b>	3.11	4.61
- Continuing and discontinued operations	Rs. <b>0.37</b>	3.74	Rs. <b>(1.06)</b>	3.04	4.49
Number of ordinary shares ('000)	<b>18,900</b>	18,900	<b>18,900</b>	18,900	18,900

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**UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED STATEMENT OF CASHFLOWS**

	<b>THE GROUP</b>		
	Period ended		Year Ended
	30 June 2022	30 June 2021	31 December 2021
	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Audited
Net cash generated from/(used in) operating activities	22,353	(41,742)	(20,708)
Net cash from investing activities	22,907	63,345	47,167
Net cash used in financing activities	<u>(39,850)</u>	<u>(5,275)</u>	<u>(10,341)</u>
Increase in cash and cash equivalents	<u>5,410</u>	<u>16,328</u>	<u>16,118</u>
<b>Movement in cash and cash equivalents</b>			
At 1 January ,	(2,783)	(18,901)	(18,901)
Increase	<u>5,410</u>	<u>16,328</u>	<u>16,118</u>
At 30 June/31 December,	<u>2,627</u>	<u>(2,573)</u>	<u>(2,783)</u>

**THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022**

**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY**

	Stated capital Rs'000	Revaluation and other reserves Rs'000	Retained earnings/ (accumulated losses) Rs'000	Total equity Rs'000	Non- controlling interests Rs'000	Total equity Rs'000
<b>THE GROUP</b>						
Balance at 1 January 2022	1,890	1,603,549	55,822	1,661,261	-	1,661,261
Profit for the period	-	-	7,066	7,066	22	7,088
Other comprehensive loss for the period	-	(20)	-	(20)	-	(20)
Total comprehensive income for the period	-	(20)	7,066	7,046	22	7,068
Consolidation adjustment	-		146	146	7,242	7,388
Revaluation surplus released on disposal of land	-	(38,100)	38,100	-	-	-
Revaluation surplus released on depreciation of property, plant and equipment, net of deferred tax	-	(1,704)	2,053	349	-	349
<b>Balance at 30 June 2022</b>	<b>1,890</b>	<b>1,563,725</b>	<b>103,187</b>	<b>1,668,802</b>	<b>7,264</b>	<b>1,676,066</b>
Balance at 1 January 2021	1,890	1,684,557	(123,931)	1,562,516	-	1,562,516
Profit for the period	-	-	70,758	70,758	-	70,758
Other comprehensive loss for the period	-	(4,080)	-	(4,080)	-	(4,080)
Total comprehensive income for the period	-	(4,080)	70,758	66,678	-	66,678
Revaluation surplus released on disposal of land	-	(39,307)	39,307	-	-	-
Revaluation surplus released on depreciation of property, plant and equipment, net of deferred tax	-	(2,090)	2,090	-	-	-
<b>Balance at 31 June 2021</b>	<b>1,890</b>	<b>1,639,080</b>	<b>(11,776)</b>	<b>1,629,194</b>	<b>-</b>	<b>1,629,194</b>

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**UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022**

**SEGMENTAL INFORMATION - THE GROUP**

<b>Business segments</b>	<b>AGRO</b>	<b>OTHERS</b>	<b>TOTAL</b>
	<b>Rs'000</b>	<b>Rs'000</b>	<b>Rs'000</b>
<b>Unaudited quarter to 30 June 2022</b>			
Revenue from external customers	<u>17,261</u>	<u>492</u>	<u>17,753</u>
Operating (loss)/profit	<u>(35,782)</u>	<u>280</u>	<u>(35,502)</u>
<b>Unaudited quarter to 30 June 2021</b>			
Revenue from external customers	<u>15,943</u>	<u>15,213</u>	<u>31,156</u>
Operating profit/(loss)	<u>11,927</u>	<u>(7,559)</u>	<u>4,368</u>

**NOTES**

1. The interim condensed financial statements for the period ended 30 June 2022 are unaudited. The accounting policies and standards used in the preparation of these interim condensed financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2021, except for the adoption of relevant amendments to published Standards and Interpretations subsequently issued, now effective. This interim report complies with IAS 34 "Interim Financial Reporting".
2. The activities of the company consist of growing and cultivation of sugar cane and other agricultural products. Due to the seasonal nature of the business in which the company operates, turnover is generated during harvest season, that is between July and December.
3. Performance review:
  - (i) The revenue of the group for the year under review amounted to Rs 18m compared to Rs 31m last year.
  - (ii) The group has recorded an operating loss of Rs 36m for the period ended 30 June 2022 compared to Rs 4m for the same period last year. Following Covid-19 and War in Ukraine, the cost of supplies and services has increased significantly for the period under review and largely accounts for the decrease in profitability. However, higher revenues and improved operating results are expected due to an increase in the price of sugar which will be reflected in the second half of the year following the harvest of sugarcane during that period.
  - (iii) Profit on disposal of land for the period under review amounted to Rs 42m.
  - (iv) The above resulted in a profit after tax of Rs 7m compared to Rs 71m last year.

By Order of the Board  
**Navitas Corporate Services Ltd**  
**Company Secretary**  
 This 11<sup>th</sup> August 2022

*The Board of Directors accepts full responsibility for the accuracy of the information contained in the above unaudited condensed financial statements. Copies of the unaudited condensed financial statements are available to the public, free of charge, at Compagnie de Beau Vallon Limitée, Riche en Eau, St Hubert. The Statement of interests of officers of the company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request to the Company Secretary, free of charge, at C/O Navitas Corporate Services Ltd, Navitas House, Robinson Road, Floréal.  
 This statement is issued pursuant to DEM RULE 17 and Securities Act 2005.*