



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

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	30 September 2022	30 September 2021	31 December 2021
	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Audited
ASSETS			
Non-current assets	1,916,175	1,957,520	2,010,970
Current assets	326,501	266,585	203,421
Total assets	2,242,676	2,224,105	2,214,391
EQUITY AND LIABILITIES			
Owners' interest	1,642,391	1,614,123	1,661,261
Non-controlling interests	7,315	-	-
Non-current liabilities	316,723	424,909	355,675
Current liabilities	276,247	185,073	197,455
Total equity and liabilities	2,242,676	2,224,105	2,214,391

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

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				
	Period ended		Quarter ended		Year ended
	30 September 2022	30 September 2021	30 September 2022	30 September 2021	31 December 2021
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue	55,643	72,169	37,890	41,012	188,081
Operating (loss)/profit	(65,318)	(8,214)	(29,816)	(12,582)	32,721
Other income	19,667	13,587	10,076	6,403	15,233
Share of result of associates	(894)	264	(933)	(545)	684
Loss on disposal of subsidiary	-	(4,677)	-	(4,677)	(4,677)
Profit/(loss) on disposal of land	42,030	68,154	(182)	(1,891)	69,241
(Loss)/profit before finance costs	(4,515)	69,114	(20,855)	(13,292)	113,202
Finance costs	(16,025)	(15,634)	(5,785)	(5,204)	(20,989)
(Loss)/profit before taxation	(20,540)	53,480	(26,640)	(18,496)	92,213
Taxation	1,217	2,203	229	1,547	(5,091)
(Loss)/profit from continuing operations	(19,323)	55,683	(26,411)	(16,949)	87,122
Loss from discontinued operations	-	(2,258)	-	(384)	(2,258)
(Loss)/profit for the period/year	(19,323)	53,425	(26,411)	(17,333)	84,864
Other comprehensive (loss)/income for the period/year	(44)	(4,002)	(24)	78	41,491
Total comprehensive (loss)/income for the period/year	(19,367)	49,423	(26,435)	(17,255)	126,355
Results attributable to:					
Owners of the parent	(19,349)	53,425	(26,437)	(17,333)	84,864
Non-controlling interests	26	-	26	-	-
	(19,323)	53,425	(26,411)	(17,333)	84,864
Total comprehensive (loss)/income attributable to:					
Owners of the parent	(19,393)	49,423	(26,461)	(17,255)	126,355
Non-controlling interests	26	-	26	-	-
	(19,367)	49,423	(26,435)	(17,255)	126,355
(Loss)/earnings per share					
- Continuing operations	Rs. (1.02)	2.95	Rs. (1.40)	(0.90)	4.61
- Continuing and discontinued operations	Rs. (1.02)	2.83	Rs. (1.40)	(0.92)	4.49
Number of ordinary shares ('000)	18,900	18,900	18,900	18,900	18,900

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

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

	THE GROUP		
	Period ended		Year ended
	30 September 2022	30 September 2021	31 December 2021
	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Audited
Net cash generated from/(used in) operating activities	69,670	(48,253)	(20,708)
Net cash from investing activities	3,862	56,758	47,167
Net cash used in financing activities	(56,451)	(7,895)	(10,341)
Increase in cash and cash equivalents	17,081	610	16,118
Movement in cash and cash equivalents			
At 1 January ,	(2,783)	(18,901)	(18,901)
Increase	17,081	610	16,118
At 30 September/31 December,	14,298	(18,291)	(2,783)

THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 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
THE GROUP						
Balance at 1 January 2022	1,890	1,603,549	55,822	1,661,261	-	1,661,261
Loss for the period	-	-	(19,349)	(19,349)	26	(19,323)
Other comprehensive loss for the period	-	(44)	-	(44)	-	(44)
Total comprehensive loss for the period	-	(44)	(19,349)	(19,393)	26	(19,367)
Consolidation adjustment	-	-	-	-	7,289	7,289
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	-	(2,557)	3,080	523	-	523
Balance at 30 September 2022	1,890	1,562,848	77,653	1,642,391	7,315	1,649,706
Balance at 1 January 2021	1,890	1,684,557	(123,931)	1,562,516	-	1,562,516
Profit for the period	-	-	53,425	53,425	-	53,425
Other comprehensive loss for the period	-	(4,002)	-	(4,002)	-	(4,002)
Total comprehensive income for the period	-	(4,002)	53,425	49,423	-	49,423
Revaluation surplus released on disposal of land	-	(102,419)	102,419	-	-	-
Revaluation surplus released on ROU assets, net of deferred tax	-	(7,835)	9,440	1,605	-	1,605
Revaluation surplus released on depreciation of property, plant and equipment, net of deferred tax	-	(4,258)	5,012	754	-	754
Deconsolidation adjustments	-	(7,308)	7,133	(175)	-	(175)
Balance at 30 September 2021	1,890	1,558,735	53,498	1,614,123	-	1,614,123

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

SEGMENTAL INFORMATION - THE GROUP

Business segments	AGRO	OTHERS	TOTAL
	Rs'000	Rs'000	Rs'000
Unaudited nine months to 30 September 2022			
Revenue from external customers	<u>54,918</u>	<u>725</u>	<u>55,643</u>
Operating (loss)/profit	<u>(65,692)</u>	<u>374</u>	<u>(65,318)</u>
Unaudited nine months to 30 September 2021			
Revenue from external customers	<u>48,106</u>	<u>24,063</u>	<u>72,169</u>
Operating profit/(loss)	<u>2,077</u>	<u>(10,291)</u>	<u>(8,214)</u>

NOTES

1. The interim condensed financial statements for the period ended 30 September 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 56m compared to Rs 72m last year.
 - (ii) The group has recorded an operating loss of Rs 65m for the period ended 30 September 2022 compared to Rs 8m for the same period last year. Despite the increase in sugar price, Covid-19 and War in Ukraine have caused the cost of supplies and services to increase very significantly for the period under review and accounted largely for the loss incurred together with an unfavourable variance of Rs 19m on fair value movement in standing cane.
 - (iii) Profit on disposal of land for the period under review amounted to Rs 42m.
 - (iv) The above resulted in a loss after tax of Rs 19m for the period under review.

By Order of the Board
Navitas Corporate Services Ltd
Company Secretary
 This 15th November 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.*