

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS AND THREE MONTHS ENDED SEPTEMBER 30, 2016

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED SEPTEMBER 30, 2016 MUR'M	AUDITED DECEMBER 31, 2015 MUR'M
ASSETS		
Non-current assets	19,122.7	18,972.0
Current assets	2,269.3	2,401.1
Non-current asset classified as held for sale	115.8	115.9
Total assets	21,507.8	21,489.0
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	16,871.5	16,855.1
Non-controlling interests	1,067.3	975.1
Total equity	17,938.8	17,830.2
Non-current liabilities	1,198.6	1,281.7
Current liabilities	2,367.9	2,375.2
Liabilities directly associated with non-current assets classified as held for sale	2.5	1.9
Total equity and liabilities	21,507.8	21,489.0

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP			
	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2016 MUR'M	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2016 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2015 MUR'M
Turnover	2,989.6	2,573.4	1,368.9	1,189.7
Operating profit	221.2	103.4	292.3	189.9
Finance costs	(60.9)	(54.7)	(21.3)	(16.1)
Share of results of associates	85.4	168.9	42.9	54.4
Profit before taxation	245.7	217.6	313.9	228.2
Taxation	(47.6)	(35.1)	(20.1)	(19.2)
Profit for the period	198.1	182.5	293.8	209.0
Profit attributable to:				
Owners of the parent	86.3	96.6	227.2	148.0
Non-controlling interests	111.8	85.9	66.6	61.0
	198.1	182.5	293.8	209.0

DATA PER SHARE

	THE GROUP			
EARNINGS PER SHARE - MUR	0.38	0.42	1.00	0.65
NET ASSETS PER SHARE - MUR	74.14	73.41	74.14	73.41
NUMBER OF ORDINARY SHARES IN ISSUE	227,547,624	227,547,624	227,547,624	227,547,624

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP			
Profit for the period	198.1	182.5	293.8	209.0
Other comprehensive income for the period net of tax	(74.8)	1.2	(46.5)	(11.3)
Total comprehensive income for the period	123.3	183.7	247.3	197.7
Total comprehensive income attributable to:				
Owners of the parent	13.3	98.0	182.5	136.4
Non-controlling interests	110.0	85.7	64.8	61.3
	123.3	183.7	247.3	197.7

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	THE GROUP					
	Attributable to equity holders of the company					
	Stated Capital MUR'M	Revaluation and Other Reserves MUR'M	Retained Earnings MUR'M	Total MUR'M	Non- controlling Interests MUR'M	Total Equity MUR'M
At January 1, 2016	11,976.0	3,873.0	1,006.1	16,855.1	975.1	17,830.2
Total comprehensive income for the period	-	(55.7)	69.0	13.3	110.0	123.3
Movement in reserves	-	3.2	-	3.2	(0.6)	2.6
Dividends	-	(0.1)	-	(0.1)	(17.2)	(17.3)
Balance at September 30, 2016	11,976.0	3,820.4	1,075.1	16,871.5	1,067.3	17,938.8
At January 1, 2015	11,976.0	3,926.4	599.5	16,501.9	957.5	17,459.4
Total comprehensive income for the period	-	1.4	96.6	98.0	85.7	183.7
Movement in reserves	-	103.3	-	103.3	-	103.3
Dividends	-	-	-	-	(8.8)	(8.8)
Balance at September 30, 2015	11,976.0	4,031.1	696.1	16,703.2	1,034.4	17,737.6

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2016 MUR'M	UNAUDITED NINE MONTHS TO SEPTEMBER 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2016 MUR'M	UNAUDITED THREE MONTHS TO SEPTEMBER 30, 2015 MUR'M
Operating activities				
Net cash from operating activities	193.7	92.7	51.7	84.2
Investing activities				
Net cash used in investing activities	(402.1)	(422.2)	(161.5)	(210.5)
Financing activities				
Net cash from financing activities	245.4	243.5	119.5	115.6
Increase/(decrease) in cash and cash equivalents	37.0	(86.0)	9.7	(10.7)
MOVEMENT IN CASH AND CASH EQUIVALENTS				
Cash and cash equivalents at the beginning of the period	(118.0)	(41.6)	(90.7)	(116.9)
Increase/(decrease) for the period	37.0	(86.0)	9.7	(10.7)
Cash and cash equivalents at the end of the period	(81.0)	(127.6)	(81.0)	(127.6)

NOTES

1: The nine months ended and quarterly condensed financial statements have been prepared on the same basis of the accounting policies set out in the statutory financial statements of the group for the year ended December 31, 2015, except for the adoption of relevant amendments to published standards, standards and interpretations issued now effective.

2: The condensed financial statements for the period ended September 30, 2016 are unaudited.

3: Current tax on the adjusted profit for the period is calculated at 15% (2015: 15%).

4: Share of results of associates is after taxation and minority interests in the associates. The taxation on the share of results of associates amounts to MUR 12.8 M (2015: 25.3 M).

5: SEGMENT INFORMATION

Terra Mauricia Ltd segments are strategic business units that offer different products and services. The accounting policies of the operating segments are the same as those described in the statutory financial statements of the group for the year ended December 31, 2015 except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

Nine months ended September 30, 2016

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	657.1	838.4	1,305.6	248.6	3,049.7
Inter-segments revenues	(16.9)	(8.7)	-	(34.5)	(60.1)
Revenues from external customers	640.2	829.7	1,305.6	214.1	2,989.6
Segment results	(110.8)	172.7	84.2	75.1	221.2
Share of results of associates	67.7	-	27.1	(9.4)	85.4
Finance costs	(47.6)	(1.9)	(6.4)	(5.0)	(60.9)
(Loss)/profit before taxation	(90.7)	170.8	104.9	60.7	245.7
Taxation	0.6	(28.4)	(12.3)	(7.5)	(47.6)
Net (loss)/profit	(90.1)	142.4	92.6	53.2	198.1

Nine months ended September 30, 2015

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	451.6	836.8	1,146.0	171.1	2,605.5
Inter-segments revenues	(17.5)	(10.1)	-	(4.5)	(32.1)
Revenues from external customers	434.1	826.7	1,146.0	166.6	2,573.4
Segment results	(147.5)	149.5	73.5	27.9	103.4
Share of results of associates	66.9	-	22.8	79.2	168.9
Finance costs	(38.6)	(7.0)	(4.9)	(4.2)	(54.7)
(Loss)/profit before taxation	(119.2)	142.5	91.4	102.9	217.6
Taxation	-	(19.9)	(10.9)	(4.3)	(35.1)
Net (loss)/profit	(119.2)	122.6	80.5	98.6	182.5

Total assets September 30, 2016	15,629.2	1,896.7	1,184.5	2,797.4	21,507.8
December 31, 2015	15,487.1	1,823.7	1,236.1	2,942.1	21,489.0
September 30, 2015	15,283.0	1,754.5	1,013.3	2,778.5	20,829.3

COMMENTS ON THE RESULTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016

Group turnover for the quarter to September 2016 increased by MUR 416.2 M (16.2%) while profit after tax rose by MUR 15.6 M (8.5%). The focus should nevertheless remain on the annual results rather than the quarterly results, taking into account the seasonal nature of certain of the group's activities.

SUGAR

Local sugar operations recorded reduced losses of MUR 90 M. This positive turnaround of MUR 29 M is mainly attributable to a better sugar crop, increased special sugars production and improved sugar prices.

Our associate in Côte d'Ivoire is performing on par with last year.

ENERGY

Profits improved on account of efficiency achieved in coal usage and lower finance costs attributable to lower foreign exchange losses.

BRANDS

Both the commercial and distilling operations posted better results for the period under review, driven by improved sales growth.

OTHERS

Increased profitability on land sales has mitigated the underperformance of some of our associates engaged in construction and investment activities.

PROSPECTS

We expect all clusters to post better operational results than last year. However, the overall group results will be adversely impacted by a more subdued financial performance than expected of some of our associates.

By order of the Board of Directors
Terra Services Ltd
Secretary

November 14, 2016

This communiqué is published pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of Terra Mauricia Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.

The statement of direct and indirect interests of officers of the company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, Beau Plan Business Park, Pamplemousses.

Copies of the unaudited condensed financial statements for the nine months and three months ended September 30, 2016 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, Beau Plan Business Park, Pamplemousses.