

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS AND THREE MONTHS ENDED 30 SEPTEMBER 2017

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP	
	UNAUDITED 30 SEPTEMBER 2017 MUR'M	AUDITED 31 DECEMBER 2016 MUR'M
ASSETS		
Non-current assets	15,909.9	15,455.9
Current assets	2,296.5	2,769.6
Non-current asset classified as held for sale	94.1	122.9
Total assets	18,300.5	18,348.4
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	13,191.5	13,306.8
Non-controlling interests	1,078.8	1,003.7
Total equity	14,270.3	14,310.5
Non-current liabilities	1,205.9	1,179.3
Current liabilities	2,791.0	2,856.3
Liabilities directly associated with non-current assets classified as held for sale	33.3	2.3
Total equity and liabilities	18,300.5	18,348.4

CONDENSED STATEMENTS OF PROFIT OR LOSS

	THE GROUP			
	UNAUDITED NINE MONTHS TO 30 SEPTEMBER 2017 MUR'M	UNAUDITED NINE MONTHS TO 30 SEPTEMBER 2016 MUR'M	UNAUDITED THREE MONTHS TO 30 SEPTEMBER 2017 MUR'M	UNAUDITED THREE MONTHS TO 30 SEPTEMBER 2016 MUR'M
Turnover	3,031.7	2,989.6	1,294.7	1,368.9
Profit before finance costs and share of results of associates	1.5	221.2	116.9	292.3
Finance costs	(76.6)	(60.9)	(24.6)	(21.3)
Share of results of associates	46.4	85.4	(17.9)	42.9
(Loss)/ profit before taxation	(28.7)	245.7	74.4	313.9
Taxation	(35.1)	(47.6)	(13.7)	(20.1)
(Loss)/ profit for the period	(63.8)	198.1	60.7	293.8
Loss attributable to:				
Owners of the parent	(155.6)	86.3	20.0	227.2
Non-controlling interests	91.8	111.8	40.7	66.6
	(63.8)	198.1	60.7	293.8

DATA PER SHARE

	THE GROUP			
(LOSS)/ EARNINGS PER SHARE - MUR	(0.68)	0.38	0.09	1.00
NET ASSETS PER SHARE - MUR	57.97	74.14	57.97	74.14
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			
(Loss)/ profit for the period	(63.8)	198.1	60.7	293.8
Other comprehensive income for the period net of tax	46.1	(74.8)	2.2	(46.5)
Total comprehensive income for the period	(17.7)	123.3	62.9	247.3
Total comprehensive income attributable to:				
Owners of the parent	(109.5)	13.3	22.2	182.5
Non-controlling interests	91.8	110.0	40.7	64.8
	(17.7)	123.3	62.9	247.3

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 1 January 2017	11,976.0	298.8	1,032.0	13,306.8	1,003.7	14,310.5
Total comprehensive income for the period	-	46.1	(155.6)	(109.5)	91.8	(17.7)
Movement in reserves	-	(5.8)	-	(5.8)	(2.0)	(7.8)
Dividends	-	-	-	-	(14.7)	(14.7)
Balance at 30 September 2017	11,976.0	339.1	876.4	13,191.5	1,078.8	14,270.3
At 1 January 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	-	3.1	-	3.1	(0.6)	2.5
Dividends	-	-	-	-	(17.2)	(17.2)
Balance at 30 September 2016	11,976.0	3,820.4	1,075.1	16,871.5	1,067.3	17,938.8

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP			
	UNAUDITED NINE MONTHS TO 30 SEPTEMBER 2017 MUR'M	UNAUDITED NINE MONTHS TO 30 SEPTEMBER 2016 MUR'M	UNAUDITED THREE MONTHS TO 30 SEPTEMBER 2017 MUR'M	UNAUDITED THREE MONTHS TO 30 SEPTEMBER 2016 MUR'M
Operating activities				
Net cash from operating activities	54.7	193.7	116.9	51.7
Investing activities				
Net cash used in investing activities	(394.9)	(402.1)	(42.8)	(161.5)
Financing activities				
Net cash from financing activities	219.1	245.4	20.3	119.5
(Decrease)/ increase in cash and cash equivalents	(121.1)	37.0	94.4	9.7

MOVEMENT IN CASH AND CASH EQUIVALENTS

Cash and cash equivalents at the beginning of the period	136.3	(118.0)	(83.2)	(90.7)
(Decrease)/ increase for the period	(121.1)	37.0	94.4	9.7
Consolidation adjustment	(4.0)	-	-	-
Cash and cash equivalents at the end of the period	11.2	(81.0)	11.2	(81.0)

NOTES

1: The nine months ended and quarterly condensed financial statements for 30 September 2017 have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the group for the year ended 31 December 2016, 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 30 September 2017 are unaudited.

3: Current tax on the adjusted profit for the period is calculated at 15% (2016: 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 7.0 M (2016: 12.8 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 31 December 2016, except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

Nine months ended 30 September 2017

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	574.2	1,040.6	1,272.8	186.4	3,074.0
Inter-segments revenues	(27.4)	(11.8)	-	(3.1)	(42.3)
Revenues from external customers	546.8	1,028.8	1,272.8	183.3	3,031.7
Segment results	(344.2)	184.0	47.1	114.6	1.5
Share of results of associates	46.4	-	21.5	(21.5)	46.4
Finance costs	(48.5)	(3.4)	(7.9)	(16.8)	(76.6)
(Loss)/profit before taxation	(346.3)	180.6	60.7	76.3	(28.7)
Taxation	0.4	(21.4)	(7.4)	(6.7)	(35.1)
Net (loss)/profit	(345.9)	159.2	53.3	69.6	(63.8)

Nine months ended 30 September 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

Total assets

30 September 2017	12,053.2	1,892.0	1,266.5	3,088.8	18,300.5
31 December 2016	12,065.4	1,892.6	1,399.2	2,991.2	18,348.4
30 September 2016	15,629.2	1,896.7	1,184.5	2,797.4	21,507.8

COMMENTS ON THE RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

GROUP RESULTS

Turnover for the nine months to 30 September 2017 is almost at par with last year. Losses recorded for the period amount to MUR 63.8 M, mainly due to our local sugar activities, as explained below. The net assets per share figures are not comparable as a result of the revaluation exercise carried out in December 2016. The Group's net assets per share stood at MUR 58.49 at the end of last financial year.

Those results, however, do not reflect the group's projected performance for the year as several of its activities are seasonal.

SUGAR

Our local sugar operations posted losses of MUR 345.9 M compared to losses of MUR 90.1 M last year. This is mainly attributable to a reduction in the estimated sugar price of MUR 1,500 per tonne, coupled with the fact that the current year's cane harvest is lagging behind, compared to last year.

Furthermore, the operations of our associate in Côte d'Ivoire, whilst maintaining a satisfactory level of profitability, posted reduced profits for the period under review, due to a lower quality crop.

ENERGY

Net profit improved by 11.8% to reach MUR 159.2 M, on account of good offtake levels coupled with improved operational efficiencies.

BRANDS

Turnover is in line with last year. However, reduced profits were recorded mainly as a result of losses incurred by a newly set up subsidiary in Uganda and reduced contribution from our distilling operations.

OTHERS

The improved performance of this segment is mainly attributable to increased revenue generated from land sales and higher dividend income.

PROSPECTS

We expect overall group results to improve over the last quarter. This will contribute towards partly closing the gap compared to the 2016 results.

By order of the Board of Directors
Terra Services Ltd
Secretary
14 November 2017

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 30 September 2017, are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, Beau Plan Business Park, Pamplemousses.