

TERRA MAURICIA LTD

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR HALF-YEAR AND THREE MONTHS ENDED JUNE 30, 2015

CONDENSED STATEMENTS OF FINANCIAL POSITION

THE GROUP	UNAUDITED JUNE 30, 2015 MUR'M	AUDITED DECEMBER 31, 2014 MUR'M
ASSETS		
Non-current assets	18,549.9	18,223.7
Current assets	1,937.1	2,095.4
Non-current asset classified as held for sale	129.9	146.3
Total assets	20,616.9	20,465.4
EQUITY AND LIABILITIES		
Capital and reserves		
Owners' interest	16,579.3	16,501.9
Non-controlling interests	973.2	957.5
Total equity	17,552.5	17,459.4
Non-current liabilities	1,167.0	1,117.8
Current liabilities	1,894.1	1,881.8
Liabilities directly associated with non-current assets classified as held for sale	3.3	6.4
Total equity and liabilities	20,616.9	20,465.4

CONDENSED STATEMENTS OF PROFIT OR LOSS

THE GROUP	UNAUDITED SIX MONTHS TO JUNE 30, 2015 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2014 MUR'M
Turnover	1,383.7	1,310.1	683.7	634.0
Operating loss	(86.5)	(221.2)	(40.8)	(151.8)
Finance costs	(38.6)	(35.7)	(16.9)	(17.0)
Share of results of associates	114.5	100.2	28.5	54.3
Loss before taxation	(10.6)	(156.7)	(29.2)	(114.5)
Taxation	(15.9)	(13.7)	(7.2)	(5.0)
Loss for the period	(26.5)	(170.4)	(36.4)	(119.5)
Loss attributable to:				
Owners of the parent	(51.4)	(193.3)	(41.6)	(125.6)
Non-controlling interests	24.9	22.9	5.2	6.1
	(26.5)	(170.4)	(36.4)	(119.5)

DATA PER SHARE

LOSS PER SHARE - MUR	(0.23)	(0.85)	(0.18)	(0.55)
NET ASSETS PER SHARE - MUR	72.86	71.46	72.86	71.46
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	UNAUDITED SIX MONTHS TO JUNE 30, 2015 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2014 MUR'M
Loss for the period	(26.5)	(170.4)	(36.4)	(119.5)
Other comprehensive income for the period net of tax	12.5	(10.7)	(19.8)	(1.0)
Total comprehensive income for the period	(14.0)	(181.1)	(56.2)	(120.5)
Total comprehensive income attributable to:				
Owners of the parent	(38.4)	(204.0)	(60.9)	(126.4)
Non-controlling interests	24.4	22.9	4.7	5.9
	(14.0)	(181.1)	(56.2)	(120.5)

CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to equity holders of the company					Total Equity MUR'M
	Stated Capital MUR'M	Revaluation and Other Reserves MUR'M	Retained Earnings MUR'M	Non-controlling Total Interests MUR'M		
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	-	13.0	(51.4)	(38.4)	24.4	(14.0)
Movement in reserves	-	115.8	-	115.8	-	115.8
Dividends	-	-	-	-	(8.7)	(8.7)
Balance at June 30, 2015	11,976.0	4,055.2	548.1	16,579.3	973.2	17,552.5
At January 1, 2014	11,976.0	3,945.4	542.4	16,463.8	949.3	17,413.1
Total comprehensive income for the period	-	(10.7)	(193.3)	(204.0)	22.9	(181.1)
Dividends	-	-	-	-	(13.8)	(13.8)
Balance at June 30, 2014	11,976.0	3,934.7	349.1	16,259.8	958.4	17,218.2

CONDENSED STATEMENTS OF CASH FLOWS

THE GROUP	UNAUDITED SIX MONTHS TO JUNE 30, 2015 MUR'M	UNAUDITED SIX MONTHS TO JUNE 30, 2014 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2015 MUR'M	UNAUDITED THREE MONTHS TO JUNE 30, 2014 MUR'M
Operating activities				
Net cash from/(used in) operating activities	8.5	(28.7)	(89.0)	(84.9)
Investing activities				
Net cash used in investing activities	(211.7)	(188.3)	(146.3)	(99.5)
Financing activities				
Net cash from financing activities	127.9	62.3	167.0	25.9
Decrease in cash and cash equivalents	(75.3)	(154.7)	(68.3)	(158.5)
MOVEMENT IN CASH AND CASH EQUIVALENTS				
Cash and cash equivalents at the beginning of the period	(41.6)	(49.5)	(48.6)	(45.7)
Decrease for the period	(75.3)	(154.7)	(68.3)	(158.5)
Cash and cash equivalents at the end of the period	(116.9)	(204.2)	(116.9)	(204.2)

SEGMENT INFORMATION

Half year ended June 30, 2015

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	57.0	570.4	678.4	104.9	1,410.7
Inter-segments revenues	(17.4)	(7.0)	-	(2.6)	(27.0)
Revenues from external customers	39.6	563.4	678.4	102.3	1,383.7
Segment results	(216.0)	63.2	37.6	28.7	(86.5)
Share of results of associates	46.3	-	13.5	54.7	114.5
Finance costs	(22.0)	(6.1)	(5.1)	(5.4)	(38.6)
(Loss)/profit before taxation	(191.7)	57.1	46.0	78.0	(10.6)
Taxation	-	(7.9)	(5.7)	(2.3)	(15.9)
Net (loss)/profit	(191.7)	49.2	40.3	75.7	(26.5)

Half year ended June 30, 2014

	SUGAR MUR'M	ENERGY MUR'M	BRANDS MUR'M	OTHERS MUR'M	TOTAL MUR'M
Total segment revenues	21.1	602.2	611.3	103.8	1,338.4
Inter-segments revenues	(16.8)	(6.5)	-	(5.0)	(28.3)
Revenues from external customers	4.3	595.7	611.3	98.8	1,310.1
Segment results	(336.1)	62.0	33.6	19.3	(221.2)
Share of results of associates	40.1	-	14.3	45.8	100.2
Finance costs	(29.2)	(0.3)	(5.9)	(0.3)	(35.7)
(Loss)/profit before taxation	(325.2)	61.7	42.0	64.8	(156.7)
Taxation	1.7	(9.1)	(3.7)	(2.6)	(13.7)
Net (loss)/profit	(323.5)	52.6	38.3	62.2	(170.4)

Total assets
June 30, 2015

June 30, 2015	15,158.8	1,782.6	987.2	2,688.3	20,616.9
December 31, 2014	15,264.6	1,721.4	1,054.2	2,425.2	20,465.4
June 30, 2014	14,902.9	1,832.5	876.2	2,241.0	19,852.6

COMMENTS ON THE RESULTS FOR THE SEMESTER ENDED JUNE 30, 2015

The group loss for the semester to 30 June 2015 amounted to MUR 26.5 M, an improvement of MUR 143.9 M compared to the same period last year. Net asset value per share nevertheless increased, due to a positive movement in the reserves of one of our associates.

A summarized segmental review is set out below:

SUGAR

The loss recorded by our sugar segment for the semester stood at MUR 191.7 M, compared to MUR 323.5 M last year. This improvement is explained by three factors, namely (i) stable, albeit low, sugar prices for the current semester, which led to a turnaround of MUR 66 M in the valuation of standing crop at reporting date, (ii) 2014 was negatively impacted by the carry-over of a MUR 32.5 M deficit from the previous crop and (iii) a MUR 20 M improvement in operating costs during the first six months of 2015.

This, coupled with improved semester results of our Ivorian associate, contributed to contain the overall loss incurred by our sugar segment.

ENERGY

While turnover was slightly down as a result of a reduced electricity tariff, segment results, although marginally impacted by a weaker rupee, remained at par with last year, mainly due to lower input costs and ever improving cost controls.

BRANDS

Driven by turnover, this segment showed slightly improved results for the semester, mitigating at the same time the lackluster performance of our distilling operations.

OTHERS

The good performance of our associates, coupled with higher revenue from land sales, translated into an enhanced profitability for the semester.

PROSPECTS

Other than the sugar segment which will substantially improve on last year but is still unlikely – at current prices – to be profitable, all other segments and associates are performing well. Barring exceptional events, group results are expected to show a marked improvement on last year.

NOTES

1: The half year 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, 2014, 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 June 30, 2015 are unaudited.

3: Current tax on the adjusted profit for the period is calculated at 15% (2014: 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 17.2 M (2014: 15.0 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, 2014, except for the adoption of the relevant amendments to published standards, standards and interpretations issued now effective.

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, 18, Edith Cavell Street, Port-Louis.

Copies of the unaudited condensed financial statements for the half year and three months ended June 30, 2015 are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.

By order of the Board of Directors
Terra Services Ltd
Secretary

August 14, 2015

For the future. From 1838

terra