

STATEMENT OF FINANCIAL POSITION

| | GROUP | |
|-------------------------------------|-----------------------------------|--------------------------------|
| | Unaudited 30 September 2021 | Audited 31 December 2020 |
| | Rs'000 | Rs'000 |
| ASSETS | | |
| Non-current assets | 584,774 | 594,551 |
| Current assets | 593,349 | 556,346 |
| Total Assets | 1,178,123 | 1,150,897 |
| EQUITY AND LIABILITIES | | |
| Share capital and reserves | | |
| Owners' interest | 307,641 | 352,611 |
| Non-current liabilities | 385,780 | 307,953 |
| Current liabilities | 484,702 | 490,333 |
| Total Equity and Liabilities | 1,178,123 | 1,150,897 |
| Net assets per share (Rs/share) | 13.98 | 16.02 |
| Number of ordinary shares | 22,006,418 | 22,006,418 |

STATEMENT OF PROFIT OR LOSS

| | Three months to 30 September 2021 | Three months to 30 September 2020 | Nine months to 30 September 2021 | Nine months to 30 September 2020 |
|--|---|---|--|--|
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| Revenue | 305,597 | 251,412 | 787,526 | 563,994 |
| Operating profit / (loss) | 17,723 | (15,997) | (9,756) | (49,232) |
| Other income | 4,006 | 5,047 | 11,630 | 22,806 |
| Profit / (loss) before finance costs | 21,729 | (10,950) | 1,874 | (26,426) |
| Net finance costs | (5,930) | (10,116) | (15,681) | (28,903) |
| Share of results of associates | - | (7,693) | (1,508) | (14,207) |
| Profit / (loss) before tax | 15,799 | (28,759) | (15,315) | (69,536) |
| Income tax | (1,637) | (667) | (5,167) | 1,958 |
| Profit / (loss) for the period | 14,162 | (29,426) | (20,482) | (67,578) |
| Attributable to: | | | | |
| Owners of the parent | 14,162 | (29,426) | (20,482) | (67,578) |
| Other comprehensive (loss) / income for the period net of tax | (9,485) | 4,044 | (24,488) | 8,392 |
| Total comprehensive income / (loss) for the period | 4,677 | (25,382) | (44,970) | (59,186) |
| Attributable to: | | | | |
| Owners of the parent | 4,677 | (25,382) | (44,970) | (59,186) |
| Earnings per share (Rs/share) | 0.64 | (1.34) | (0.93) | (3.07) |

STATEMENT OF CHANGES IN EQUITY

| | 2021 | 2020 |
|--|-----------------|----------|
| | Rs'000 | Rs'000 |
| Balance as at 1 January | 352,611 | 474,941 |
| Total comprehensive loss for the period | (44,970) | (59,186) |
| Consolidation adjustment | - | (80,452) |
| Balance as at 30 September | 307,641 | 335,303 |

STATEMENT OF CASH FLOWS

| | Nine months to 30 September 2021 | Nine months to 30 September 2020 |
|--|--|--|
| | Rs'000 | Rs'000 |
| Net cash used in operating activities | (24,875) | (90,631) |
| Net cash (used in) / generated from investing activities | (3,901) | 11,541 |
| Net cash generated from financing activities | 70,943 | 11,825 |
| Increase / (decrease) in cash and cash equivalents | 42,167 | (67,265) |
| Movement in cash and cash equivalents | | |
| At 1 January | (68,127) | (14,596) |
| Increase / (decrease) | 42,167 | (67,265) |
| Effect of Foreign Exchange difference | (87) | (348) |
| At 30 September | (26,047) | (82,209) |

Comments

The quarterly condensed financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2020, except for the adoption of published standards that are now effective, were authorised for issue by the Board of Directors on 09 November 2021.

The Group's figures for the nine months ended 30th September 2021 include figures of Suchem Limited ("Suchem") further to the latter being acquired by The Mauritius Chemical and Fertilizer Industry Limited ("MCFI") in August 2020.

Results

The Group's revenue for the nine months ended 30 September 2021 was higher than the corresponding prior year period by Rs 224 million (+40%) on the back of the combined effect of higher sales and the consolidation of Suchem, which generated a revenue of Rs 180 million for the period under review.

Margins remained under pressure across the Group due to increasing import and logistics costs. Nevertheless, the Group has been able to reduce its operational expenses, as a result of the restructuring exercise undertaken in previous years.

The share of losses from associates stands at Rs 1.5 million.

The reduction in net finance costs for the nine months ended 30 September 2021 in comparison to the previous financial year is due partly to a forex gain.

NOTES TO THE UNAUDITED INTERIM QUARTERLY FINANCIAL STATEMENTS

SEGMENTAL INFORMATION

| | Fertilisers | Trading | Other | Total |
|--|-----------------|----------------|-----------------|------------------|
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| Nine months ended 30 September 2021 | | | | |
| Total segment revenues | 216,587 | 568,215 | 2,724 | 787,526 |
| Segment (loss) / profit | (21,042) | 24,651 | (13,365) | (9,756) |
| Other income | - | 3,007 | 8,623 | 11,630 |
| Net finance (costs) / income | (19,664) | 4,198 | (215) | (15,681) |
| Share of results of associates | - | - | (1,508) | (1,508) |
| (Loss) / profit before tax | (40,706) | 31,856 | (6,465) | (15,315) |
| Income tax | - | (5,167) | - | (5,167) |
| (Loss) / profit for the period | (40,706) | 26,689 | (6,465) | (20,482) |
| Total assets | | | | |
| 30 September 2021 | 323,079 | 545,426 | 309,618 | 1,178,123 |
| 30 September 2020 | | | | |
| Nine months ended 30 September 2020 | | | | |
| Total segment revenues | 184,088 | 363,113 | 16,793 | 563,994 |
| Segment loss | (21,543) | (16,369) | (11,320) | (49,232) |
| Other income | - | 5,460 | 17,346 | 22,806 |
| Net finance costs | (17,482) | (9,769) | (1,651) | (28,902) |
| Share of results of associates | (243) | - | (13,964) | (14,207) |
| Loss before tax | (39,268) | (20,678) | (9,589) | (69,535) |
| Income tax | (2,197) | 4,155 | - | 1,958 |
| Loss for the period | (41,465) | (16,523) | (9,589) | (67,577) |
| Total assets | | | | |
| 30 September 2020 | 374,661 | 500,370 | 222,576 | 1,097,607 |

The above resulted in a net loss of Rs 20.5 million for the period ended 30 September 2021 compared to a net loss of Rs 67.6 million for the corresponding prior year period.

Outlook

2021 remains a challenging year with a multitude of market uncertainties and supply chain disruptions. The Group has, however, gathered a good momentum further to its restructuring exercise and looks forward to further pursue its strategies of revenue optimisation and efficiency initiatives.

Copies of this report and senior officers' interest are available free of charge from the Company Secretary, HM Secretaries Ltd, 18 Edith Cavell Street, Port Louis.

By order of the Board
HM Secretaries Ltd.
Company Secretary
09 November 2021

The Board of Directors of The Mauritius Chemical and Fertilizer Industry Limited accepts full responsibility for the accuracy of the information contained in the above report issued pursuant to Listing Rule 12.20 and Securities Act 2005