

THE MAURITIUS CHEMICAL AND FERTILIZER INDUSTRY LIMITED

GROUP UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2017

STATEMENT OF FINANCIAL POSITION

	Audited	
	30 June	31 December
	2017	2016
	Rs'000	Rs'000
ASSETS		
Non current assets	594,817	601,938
Current assets	530,486	595,277
Total Assets	1,125,303	1,197,215
EQUITY AND LIABILITIES		
Share capital and reserves		
Owners' interest	810,365	813,494
Non-current Liabilities	42,104	41,633
Current liabilities	272,834	342,088
Total Equity and Liabilities	1,125,303	1,197,215
Net assets per share(Rs)	36.82	36.97
Number of ordinary shares	22,006,418	22,006,418

STATEMENT OF PROFIT OR LOSS

	Three	Three	Six	Six
	months to	months to	months to	months to
	30 June	30 June	30 June	30 June
	2017	2016	2017	2016
	Rs'000	Rs'000	Rs'000	Rs'000
CONTINUING ACTIVITIES				
Revenue	160,166	161,393	362,426	340,307
Operating loss	(12,876)	(13,933)	(27,141)	(15,581)
Other income	9,675	9,870	19,834	19,871
(Loss)/Profit before finance costs	(3,201)	(4,063)	(7,307)	4,290
Net finance (cost)/income	(7,048)	1,087	(4,332)	4,802
Share of results of associates	-	(33,267)	-	(33,267)
Loss before tax	(10,249)	(36,243)	(11,639)	(24,175)
Income tax	(2,508)	(1,746)	(3,685)	(4,166)
Loss for the period	(12,757)	(37,989)	(15,324)	(28,341)
Attributable to:				
Owners of the parent	(12,757)	(37,989)	(15,324)	(28,341)
Other comprehensive income for the quarter net of tax	10,298	12,870	12,195	14,225
Total comprehensive income for the quarter	(2,459)	(25,119)	(3,129)	(14,116)
Attributable to:				
Owners of the parent	(2,459)	(25,119)	(3,129)	(14,116)
Earnings per share	(0.58)	(1.73)	(0.70)	(1.29)

STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent				
	Share Capital	Actuarial Reserves	Revaluation, Fair Value and Other Reserves	Retained Earnings	Total
Balance at 1 January 2017	220,064	(1,291)	102,937	491,784	813,494
Total comprehensive income for the period	-	-	12,195	(15,324)	(3,129)
Balance at 30 June 2017	220,064	(1,291)	115,132	476,460	810,365
Balance at 1 January 2016	220,064	(1,083)	2,302	495,230	716,513
Total comprehensive income for the period	-	-	14,225	(28,341)	(14,116)
Balance at 30 June 2016	220,064	(1,083)	16,527	466,889	702,397

NOTES TO THE UNAUDITED INTERIM QUARTERLY FINANCIAL STATEMENTS

SEGMENTAL INFORMATION

Six months ended 30 June 2017

Total segment revenues

Segment (loss)/profit

Other income

Finance income/(cost)

Share of profit of associates

(Loss)/profit before tax

Income tax

(Loss)/profit for the period

Total assets

30 June 2017

31 December 2016

Six months ended 30 June 2016

Total segment revenues

Segment (loss)/profit

Other income

Finance income/(cost)

Share of profit of associates

(Loss)/profit before tax

Income tax

(Loss)/profit for the period

Total assets

30 June 2016

31 December 2015

	Fertilizers	Trading	Contracting	Other	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Six months ended 30 June 2017					
Total segment revenues	159,293	195,895	7,238	-	362,426
Segment (loss)/profit	(17,374)	10,278	(3,524)	(16,521)	(27,141)
Other income	-	-	-	19,834	19,834
Finance income/(cost)	9,390	(12,260)	(1,462)	-	(4,332)
Share of profit of associates	-	-	-	-	-
(Loss)/profit before tax	(7,984)	(1,982)	(4,986)	3,313	(11,639)
Income tax	262	(3,450)	-	(497)	(3,685)
(Loss)/profit for the period	(7,722)	(5,432)	(4,986)	2,816	(15,324)
Total assets					
30 June 2017	448,612	209,348	52,619	414,724	1,125,303
31 December 2016	551,307	169,733	36,909	439,266	1,197,215
Six months ended 30 June 2016					
Total segment revenues	212,622	118,693	8,992	-	340,307
Segment (loss)/profit	(9,023)	13,035	(6,154)	(13,439)	(15,581)
Other income	-	-	-	19,871	19,871
Finance income/(cost)	4,805	396	(399)	-	4,802
Share of profit of associates	-	-	(33,267)	-	(33,267)
(Loss)/profit before tax	(4,218)	13,431	(39,820)	6,432	(24,175)
Income tax	1,658	(4,859)	-	(965)	(4,166)
(Loss)/profit for the period	(2,560)	8,572	(39,820)	5,467	(28,341)
Total assets					
30 June 2016	331,696	132,933	56,976	363,394	884,999
31 December 2015	523,103	127,357	42,282	367,100	1,059,842

STATEMENT OF CASH FLOWS

	Six	Six
	months to	months to
	30 June	30 June
	2017	2016
	Rs'000	Rs'000
Net cash (used in)/generated from operating activities	(51,488)	22,895
Net cash from investing activities	12,820	3,809
Net cash used in financing activities	(15,763)	(29,189)
Decrease in cash and cash equivalents	(54,431)	(2,485)
Movement in cash and cash equivalents		
At 1 January	72,098	37,944
Decrease	(54,431)	(2,485)
Effect of Foreign Exchange difference	10,150	11,027
At 30 June	27,817	46,486

The above financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2016, except for the adoption of published standards that are now effective.

Comments

Fertiliser sales on the local market are seasonal and, for the first semester of 2017, represent approximately 30% of the annual turnover.

Group turnover for the semester stood at Rs362m, 6.5% higher than for the corresponding period in 2016. Our trading segment maintained its upward trend whilst fertiliser exports were significantly lower during the semester.

The impact of the substantial increase in finance costs of Rs12.6m relating to the trading segment was partly mitigated by increased finance income from the fertiliser activity and our associate operating in the construction industry. As a result, the Group registered a loss of Rs15.3m compared to a loss of Rs28.3m for the corresponding period in 2016.

Earnings per share improved from a loss of Rs1.29 to a loss of Re0.70 while net assets per share decreased from Rs36.97 to Rs36.82.

Copies of the report and the Directors' and Senior Officers' interests are available free of charge from HM Secretaries Ltd, 18 Edith Cavell Street, Port Louis.

By order of the Board
HM Secretaries Ltd
Secretary
14 August 2017

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.