

UNAUDITED INTERIM  
CONDENSED FINANCIAL  
STATEMENTS – FY 2017/18

# THE BEE EQUITY PARTNERS LTD AND ITS SUBSIDIARY COMPANY

CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2017

Business Registration Number: C07002403

thebee  
equity partners

## CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.09.2017 Unaudited	As at 30.06.2017 Audited	As at 30.09.2017 Unaudited	As at 30.06.2017 Audited
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	67,380	68,953	497	522
Intangible assets	61	76	-	-
Investments and others	278,453	273,055	366,634	361,236
	345,894	342,084	367,131	361,758
<b>Current assets</b>	217,025	208,369	182,430	179,335
<b>Total assets</b>	562,919	550,453	549,561	541,093
<b>EQUITY AND LIABILITIES</b>				
Equity and reserves	520,085	509,033	545,070	536,990
Non-controlling interests	15,284	14,565	-	-
<b>Total equity and reserves</b>	535,369	523,598	545,070	536,990
<b>Non-current liabilities</b>	15,512	15,532	-	-
<b>Current liabilities</b>	12,038	11,323	4,491	4,103
<b>Total equity and liabilities</b>	562,919	550,453	549,561	541,093

## CONDENSED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	3 months to 30.09.2017 Unaudited	3 months to 30.09.2016 Unaudited	3 months to 30.09.2017 Unaudited	3 months to 30.09.2016 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	27,335	22,505	2,888	886
Operating expenses	(19,360)	(15,185)	-	-
<b>Operating profit</b>	7,975	7,320	2,888	886
Other income	3,516	1,701	2,985	1,245
Distribution costs	(384)	(156)	-	-
Administrative expenses	(4,512)	(4,680)	(3,563)	(2,636)
Finance costs	(91)	(114)	-	-
Share of loss of associates	-	(14,050)	-	-
<b>Profit/(loss) before taxation</b>	6,504	(9,979)	2,310	(504)
Taxation	(503)	(712)	-	-
<b>Profit/(loss) for the period</b>	6,001	(10,691)	2,310	(504)
<b>Attributable to:</b>				
Owners of the Company	5,282	(11,426)	2,310	(504)
Non-controlling interests	719	735	-	-
	6,001	(10,691)	2,310	(504)
<b>Other comprehensive income/(loss) for the period</b>				
Items that may be reclassified subsequently to profit or loss:				
Increase in fair value of securities	6,947	8,764	6,947	8,764
Cumulative gain reclassified from equity on disposal of available-for-sale securities	(1,177)	-	(1,177)	-
<b>Total comprehensive income/(loss) for the period</b>	11,771	(1,927)	8,080	8,260
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	11,052	(2,662)	8,080	8,260
Non-controlling interests	719	735	-	-
	11,771	(1,927)	8,080	8,260
<b>Earnings per share</b>	0.60	(1.30)		

## CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	3 months to 30.09.2017 Unaudited	3 months to 30.09.2016 Unaudited	3 months to 30.09.2017 Unaudited	3 months to 30.09.2016 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	753	83,984	(392)	88,864
Net cash generated from/(used in) investing activities	1,795	(686)	2,150	1,245
Net cash used in financing activities	(264)	-	-	-
<b>Net increase in cash equivalents</b>	2,284	83,298	1,758	90,109
Opening cash and cash equivalents	143,785	37,005	141,850	30,603
<b>Closing cash and cash equivalents</b>	146,069	120,303	143,608	120,712

## SEGMENT INFORMATION

	3 months to 30.09.2017 Unaudited				3 months to 30.09.2016 Unaudited			
	Building and Engineering	Properties	Financial Services	Total	Building and Engineering	Properties	Financial Services	Total
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
<b>Primary reporting format - business segments</b>								
Revenue	24,447	-	2,888	27,335	21,619	-	886	22,505
Operating expenses	(19,360)	-	-	(19,360)	(15,185)	-	-	(15,185)
<b>Operating profit</b>	5,087	-	2,888	7,975	6,434	-	886	7,320
Other income	531	-	2,985	3,516	416	40	1,245	1,701
Distribution costs	(384)	-	-	(384)	(156)	-	-	(156)
Administrative expenses	(949)	-	(3,563)	(4,512)	(1,828)	(216)	(2,636)	(4,680)
<b>Profit before finance costs</b>	4,285	-	2,310	6,595	4,866	(176)	(505)	4,185
Finance costs	(91)	-	-	(91)	(114)	-	-	(114)
Share of loss in associates	-	-	-	-	-	-	(14,050)	(14,050)
<b>Profit/(loss) before taxation</b>	4,194	-	2,310	6,504	4,752	(176)	(14,555)	(9,979)

	As at 30.09.2017 Unaudited				As at 30.06.17 Audited			
	Building and Engineering	Properties	Financial Services	Total	Building and Engineering	Properties	Financial Services	Total
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
<b>Primary reporting format - business segments</b>								
<b>Segment assets</b>	101,539	-	461,380	562,919	97,542	-	452,911	550,453
<b>Segment liabilities</b>	23,059	-	4,491	27,550	22,752	-	4,103	26,855

## CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the Company					
	Stated capital	Revaluation and other reserves	Retained earnings	Total	Non-controlling interests	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 1 July 2016	8,821	155,228	342,581	506,630	17,223	523,853
(Loss)/profit for the period	-	-	(11,426)	(11,426)	735	(10,691)
Other comprehensive income for the period	-	8,764	-	8,764	-	8,764
<b>Total comprehensive income/(loss) for the period</b>	-	8,764	(11,426)	(2,662)	735	(1,927)
<b>At 30 September 2016</b>	8,821	163,992	331,155	503,968	17,958	521,926
At 1 July 2017	8,821	113,723	386,489	509,033	14,565	523,598
Profit for the period	-	-	5,282	5,282	719	6,001
Other comprehensive income for the period	-	5,770	-	5,770	-	5,770
<b>Total comprehensive income for the period</b>	-	5,770	5,282	11,052	719	11,771
<b>At 30 September 2017</b>	8,821	119,493	391,771	520,085	15,284	535,369

## THE COMPANY

THE COMPANY	Stated capital	Revaluation and other reserves	Retained earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
	At 1 July 2016	8,821	198,704	321,401
Loss for the period	-	-	(504)	(504)
Other comprehensive income for the period	-	8,764	-	8,764
<b>Total comprehensive income for the period</b>	-	8,764	(504)	8,260
<b>At 30 September 2016</b>	8,821	207,468	320,897	537,186
At 1 July 2017	8,821	159,943	368,226	536,990
Profit for the period	-	-	2,310	2,310
Other comprehensive income for the period	-	5,770	-	5,770
<b>Total comprehensive income for the period</b>	-	5,770	2,310	8,080
<b>At 30 September 2017</b>	8,821	165,713	370,536	545,070

## NOTES

### 1. CONDENSED UNAUDITED FINANCIAL STATEMENTS

The condensed unaudited financial statements have been prepared using the same accounting policies and methods of computation followed as per the statutory financial statements of the Group for the year ended 30 June 2017.

### 2. COMMENTS

At Group level, revenue for the quarter under review amounted to Rs 27.3 million, up by 21% on the corresponding period last year. The increase was mainly due to higher volumes of materials sold by Flacq Associated Stonemasters Limited (F.A.S.T) as well as timing differences in the recognition of dividend income on one of our investments. Since the investments in our associates have been fully impaired at 30 June 2017, no share of loss was recognised during the quarter as compared to Rs 14.1 million in the corresponding period last year. As a result, profit for the quarter improved markedly year-on-year at Rs 6.0 million compared to a loss of Rs 10.7 million last year.

At Company level, total comprehensive income for the quarter amounted to Rs 8.1 million including an increase in fair value of securities amounting to Rs 6.9 million. The valuation of our investment portfolio (included in investments and others in the condensed statement of financial position) increased from Rs 315.1 million at 30 June 2017 to Rs 320.5 million at 30 September 2017 on the back of the appreciation in the share price of some of our listed investments. NAV per share increased from Rs 60.88 at 30 June 2017 to Rs 61.79 at 30 September 2017.

By Order of the Board

**IBL Management Ltd**

Company Secretary

09 November 2017

The statement of direct and indirect interests of Directors and Senior Officers pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available free of charge, at the registered office of the Company, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

Copies of the above condensed unaudited financial statements are available free of charge, at the registered office of the Company, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

The above condensed unaudited financial statements are issued pursuant to Rule 8 of the securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and DEM Rule 17.

The Board of Directors of The Bee Equity Partners Ltd accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements.



# THE BEE EQUITY PARTNERS LTD AND ITS SUBSIDIARY COMPANY

CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH 2018

Business Registration Number: C07002403

thebee  
equity partners

## CONDENSED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	3 months to 31.03.2018 Unaudited	3 months to 31.03.2017 Unaudited	9 months to 31.03.2018 Unaudited	9 months to 31.03.2017 Unaudited	3 months to 31.03.2018 Unaudited	3 months to 31.03.2017 Unaudited	9 months to 31.03.2018 Unaudited	9 months to 31.03.2017 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	25,386	18,409	78,660	65,266	5,066	6,754	9,294	11,532
Operating expenses	(21,022)	(14,396)	(57,846)	(44,587)	-	-	-	-
<b>Operating profit</b>	4,364	4,013	20,814	20,679	5,066	6,754	9,294	11,532
Other income	572	166	1,782	21,952	431	-	1,192	(23,808)
Impairment on investment	-	-	-	-	-	(5,645)	-	-
Distribution costs	(324)	(142)	(1,031)	(477)	-	-	-	-
Administrative expenses	(4,054)	(2,619)	(14,073)	(11,626)	(2,636)	(1,785)	(10,244)	(7,011)
Net interest income	2,037	1,942	6,625	4,959	1,872	2,036	6,345	5,272
Share of loss of associates	-	(5,645)	-	(23,808)	-	-	-	-
<b>Profit/(loss) before taxation</b>	2,595	(2,285)	14,117	11,679	4,733	1,360	6,587	6,302
Taxation	(418)	-	(2,322)	(1,254)	-	-	(261)	-
<b>Profit/(loss) for the period</b>	2,177	(2,285)	11,795	10,425	4,733	1,360	6,326	6,302
<b>Attributable to:</b>								
Owners of the Company	1,792	(2,457)	9,848	8,921	4,733	1,360	6,326	6,302
Non-controlling interests	385	172	1,947	1,504	-	-	-	-
	2,177	(2,285)	11,795	10,425	4,733	1,360	6,326	6,302
<b>Other comprehensive income/(loss) for the period</b>								
Items that may be reclassified subsequently to profit or loss:								
Increase in fair value of securities	2,463	5,088	6,471	9,709	2,463	5,088	6,471	9,709
Cumulative loss reclassified from equity on disposal of available-for-sale securities	-	-	(1,177)	(17,454)	-	-	(1,177)	(17,454)
<b>Total comprehensive income/(loss) for the period</b>	4,640	2,803	17,089	2,680	7,196	6,448	11,620	(1,443)
<b>Total comprehensive income/(loss) attributable to:</b>								
Owners of the Company	4,255	2,631	15,142	1,176	7,196	6,448	11,620	(1,443)
Non-controlling interests	385	172	1,947	1,504	-	-	-	-
	4,640	2,803	17,089	2,680	7,196	6,448	11,620	(1,443)
<b>Earnings per share</b>	0.20	(0.28)	1.12	1.01	-	-	-	-

## CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 31.03.2018 Unaudited	As at 30.06.2017 Audited	As at 31.03.2018 Unaudited	As at 30.06.2017 Audited
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	63,393	68,953	448	522
Intangible assets	33	76	-	-
Investments and others	277,976	273,055	366,157	361,236
	341,402	342,084	366,605	361,758
<b>Current assets</b>	227,224	208,369	184,053	179,335
<b>Total assets</b>	568,626	550,453	550,658	541,093
<b>EQUITY AND LIABILITIES</b>				
Equity and reserves	524,175	509,033	548,610	536,990
Non-controlling interests	15,417	14,565	-	-
<b>Total equity and reserves</b>	539,592	523,598	548,610	536,990
<b>Non-current liabilities</b>	15,650	15,532	-	-
<b>Current liabilities</b>	13,384	11,323	2,048	4,103
<b>Total equity and liabilities</b>	568,626	550,453	550,658	541,093

## CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	9 months to 31.03.2018 Unaudited	9 months to 31.03.2017 Unaudited	9 months to 31.03.2018 Unaudited	9 months to 31.03.2017 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	7,979	75,240	9,088	69,277
Net cash generated from investing activities	4,550	32,734	4,652	34,482
Net cash used in financing activities	(1,902)	(1,850)	-	-
<b>Net increase in cash equivalents</b>	10,627	106,124	13,740	103,759
Opening cash and cash equivalents	143,785	30,354	141,850	30,603
Closing cash and cash equivalents	154,412	136,478	155,590	134,362

## SEGMENT INFORMATION

	9 months to 31.03.2018 Unaudited				9 months to 31.03.2017 Unaudited			
	Building and Engineering	Properties	Financial Services	Total	Building and Engineering	Properties	Financial Services	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	73,895	-	4,765	78,660	58,263	-	7,003	65,266
Operating expenses	(57,846)	-	-	(57,846)	(44,587)	-	-	(44,587)
<b>Operating profit</b>	16,049	-	4,765	20,814	13,676	-	7,003	20,679
Other income	590	-	1,192	1,782	756	879	20,317	21,952
Distribution costs	(1,031)	-	-	(1,031)	(477)	-	-	(477)
Administrative expenses	(3,829)	-	(10,244)	(14,073)	(4,400)	(215)	(7,011)	(11,626)
<b>Profit before finance costs</b>	11,779	-	(4,287)	7,492	9,555	664	20,309	30,528
Net interest income/(expense)	280	-	6,345	6,625	(313)	-	5,272	4,959
Share of loss in associates	-	-	-	-	-	-	(23,808)	(23,808)
<b>Profit before taxation</b>	12,059	-	2,058	14,117	9,242	664	1,773	11,679

	As at 31.03.2018 Unaudited				As at 30.06.17 Audited			
	Building and Engineering	Properties	Financial Services	Total	Building and Engineering	Properties	Financial Services	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Segment assets	106,149	-	462,477	568,626	97,542	-	452,911	550,453
Segment liabilities	26,986	-	2,048	29,034	22,752	-	4,103	26,855

## CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the Company				
	Stated capital	Revaluation and other reserves	Retained earnings	Total	Non-controlling interests
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 1 July 2016	8,821	155,228	342,581	506,630	17,223
Profit for the period	-	-	8,921	8,921	1,504
Other comprehensive loss for the period	-	(7,745)	-	(7,745)	-
Total comprehensive (loss)/ income for the period	-	(7,745)	8,921	1,176	1,504
Disposal of subsidiary	-	-	-	-	(1,728)
<b>Dividends</b>	-	-	-	-	(1,095)
At 31 March 2017	8,821	147,483	351,502	507,806	15,904
At 1 July 2017	8,821	113,723	386,489	509,033	14,565
Profit for the period	-	-	9,848	9,848	1,947
Other comprehensive income for the period	-	5,294	-	5,294	-
Total comprehensive income for the period	-	5,294	9,848	15,142	1,947
<b>At 31 March 2018</b>	8,821	119,017	396,337	524,175	15,417

## NOTES

### 1. CONDENSED UNAUDITED FINANCIAL STATEMENTS

The condensed unaudited financial statements have been prepared using the same accounting policies and methods of computation followed as per the statutory financial statements of the Group for the year ended 30 June 2017.

### 2. ACTIVITY

The main activity of the Company is to hold a diversified portfolio of investments. The portfolio includes a majority holding of 80.5% in Flacq Associated Stonemasters Limited ("FAST") which is involved in the production and sale of aggregates and bricks. The activities have remained unchanged during the period.

### 3. COMMENTS ON THE RESULTS

In the nine months to 31 March 2018, Group revenue amounted to Rs 78.7 million, up by 20% compared to the corresponding period the previous year. The increase is attributable to the better performance of our subsidiary FAST whose turnover soared by 27% to Rs 73.9 million on the back of higher order volumes from construction projects in the eastern region.

Group Profit Before Tax ("PBT") was Rs 14.1 million in the reporting period compared to Rs 11.7 million in the previous period. FAST PBT improved by 30% to Rs 12.0 million. The other main factors influencing Group results in both periods were the following:

- Dividend income decreased from Rs 7.0 million to Rs 4.8 million following the disposal of various investments during the 2017 financial year;
- Net interest income increased from Rs 5.0 million to Rs 6.6 million following re-investment of disposal proceeds in interest bearing money market placements;
- Administrative expenses increased by Rs 2.4 million to Rs 14.1 million mainly due to investments in human capital and other resources for the private equity activity;
- Gains from disposal of investments (included in 'Other income') amounted to Rs 1.2 million in the reporting period as compared to Rs 20.2 million the previous year, where a major disposal transaction was executed;
- No share of loss of our associates were recognized in the current period as the carrying value of our interests in the associates have been reduced to zero since 30 June 2017. In the 9 month period to 31 March 2017, the share of loss of our associates amounted to Rs 23.8 million.

By Order of the Board

**IBL Management Ltd**

**Company Secretary**

09 May 2018

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