

Abridged Unaudited Financial Statements

For the quarter and half year ended 31 December 2019



TOGETHER

Statement of profit or loss (Abridged)	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2019	31.12.2019	31.12.2018
	Rs000	Rs000	Rs000
Continuing operations			
Revenue	11,672,878	21,236,606	20,137,998
Profit from operations	982,667	1,259,396	1,351,704
Share of results of associates and joint ventures	227,333	437,556	372,121
Other gains and losses	(55,238)	(89,626)	(116,045)
Net finance costs	(220,790)	(464,534)	(482,949)
Profit before taxation	933,972	1,142,792	1,124,831
Taxation	(137,621)	(196,737)	(179,989)
Profit for the period from continuing operations	796,351	946,055	944,842
Discontinued operations			
Gain for the period from discontinued operations	2,395	15,528	23,393
Profit for the period	798,746	961,583	968,235
Statement of other comprehensive income (Abridged)			
Profit for the period	798,746	961,583	968,235
Other comprehensive income / (loss) for the period	11,675	(34,133)	(136,782)
Total comprehensive income for the period	810,421	927,450	831,453
Profit attributable to :-			
Owners of the parent	264,471	358,951	468,808
Non-controlling interests	534,275	602,632	499,427
	798,746	961,583	968,235
Total comprehensive income attributable to :-			
Owners of the parent	253,490	320,408	367,466
Non-controlling interests	556,931	607,042	463,987
	810,421	927,450	831,453
Earnings per share (Rs)			
Number of shares	680,224,040	680,224,040	680,224,040
- From continuing and discontinued operations	0.39	0.53	0.69
- From continuing operations	0.39	0.50	0.65
Net assets per share (Rs)	23.52	23.52	24.07

Segmental Information	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2019	31.12.2019	31.12.2018
	Rs000	Rs000	Rs000
Revenue			
Agro & Energy	-	-	-
Building & Engineering	1,801,536	3,704,769	3,685,313
Commercial & Distribution	7,021,576	12,710,522	11,835,424
Financial Services	579,736	1,036,497	884,162
Hospitality & Services	1,937,991	3,196,480	3,196,170
Life & Technologies	55,976	116,045	163,457
Logistics	498,890	929,164	999,140
Seafood	379,203	699,737	530,799
Property	386,944	592,531	417,033
Corporate services	46,203	92,844	61,906
Consolidation adjustment	(1,035,177)	(1,841,983)	(1,635,406)
Revenue from continuing operations	11,672,878	21,236,606	20,137,998

Profit from operations	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2019	31.12.2019	31.12.2018
	Rs000	Rs000	Rs000
Agro & Energy	-	-	-
Building & Engineering	100,902	252,324	322,213
Commercial & Distribution	394,594	568,328	625,530
Financial Services	33,410	55,479	63,579
Hospitality & Services	474,934	388,883	406,511
Life & Technologies	(975)	8,434	10,761
Logistics	13,419	35,427	46,996
Seafood	87,610	148,365	84,973
Property	38,498	70,166	31,718
Corporate services	(133,464)	(241,748)	(240,458)
Consolidation adjustment	(26,261)	(26,262)	(119)
Profit from operations from continuing operations	982,667	1,259,396	1,351,704

Share of results of associates and joint ventures	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2019	31.12.2019	31.12.2018
	Rs000	Rs000	Rs000
Agro & Energy	29,832	14,710	(8,728)
Building & Engineering	7,636	17,786	14,325
Commercial & Distribution	34	34	(2,130)
Financial Services	149,707	341,636	317,078
Hospitality & Services	-	-	-
Life & Technologies	1,613	3,975	9,260
Logistics	-	-	-
Seafood	38,511	59,415	42,316
Property	-	-	-
Corporate services	-	-	-
Share of results of associates and joint ventures	227,333	437,556	372,121

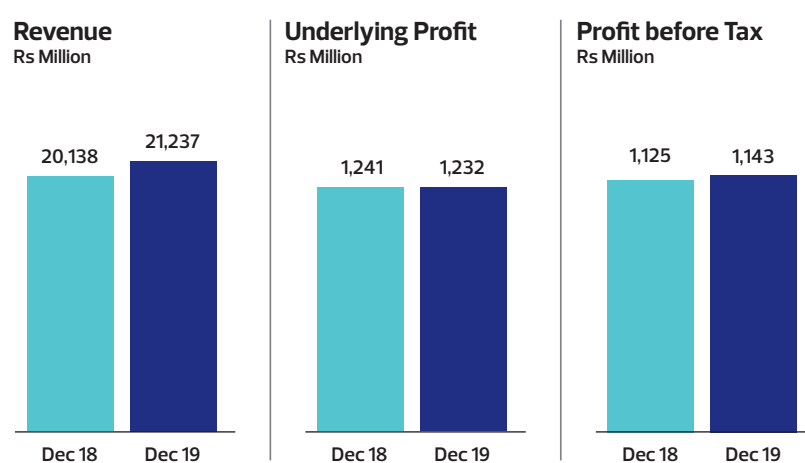
The Group reports an increase in revenue of 5% and profit before tax of 2% for the six months period to 31 December 2019. Overall underlying profit remains stable.

Statement of financial position (Abridged)	THE GROUP		
	Unaudited	Restated	Unaudited
	As At 31.12.2019	As At 30.06.2019	As At 31.12.2018
	Rs000	Rs000	Rs000
Assets			
Property, plant and equipment	26,606,147	26,266,524	26,666,053
Investment properties	3,146,431	3,029,417	2,450,996
Intangible assets	3,652,291	3,668,387	3,849,755
Investments	10,440,719	9,819,078	10,217,283
Deferred tax assets	353,968	170,115	346,876
Other assets	259,143	272,248	35,636
Non-current assets	44,458,699	43,225,769	43,566,599
Current assets	17,984,963	16,056,273	16,102,645
Assets classified as held for sale	419,574	699,384	703,996
Total Assets	62,863,236	59,981,426	60,373,240
Equity and Liabilities			
Equity attributable to owners of the parent	16,000,748	15,829,989	16,376,268
Non-controlling interests	11,984,195	11,488,416	11,725,662
Total equity	27,984,943	27,318,405	28,101,930
Non-current liabilities	18,938,110	14,140,432	14,217,606
Current liabilities	15,723,001	18,096,741	17,748,416
Liabilities associated with assets classified as held for sale	217,182	425,848	305,288
Total Equity and Liabilities	62,863,236	59,981,426	60,373,240

Statement of cash flows (Abridged)	THE GROUP		
	Unaudited	Audited	Unaudited
	As At 31.12.2019	As At 30.06.2019	As At 31.12.2018
	Rs000	Rs000	Rs000
Net cash generated from operating activities	836,371	2,018,520	1,014,899
Net cash used in investing activities	(894,769)	(2,060,851)	(1,520,514)
Net cash (used in) / generated from financing activities	2,709,611	(1,963,542)	(120,574)
Net (decrease) / increase in cash and cash equivalents	2,651,213	(2,005,873)	(626,189)
Net foreign exchange difference	(4,050)	(2,318)	-
Cash and cash equivalents at 1 July	(3,166,111)	(1,157,920)	(1,157,920)
Cash and cash equivalents at end of period / Year	(518,948)	(3,166,111)	(1,784,109)

Statement of Changes in Equity (Abridged)	THE GROUP		
	Owners of the parent	Non-controlling interests	Total Equity
	Rs000	Rs000	Rs000
Unaudited			
At 1 July 2018			
- As previously stated	16,962,188	11,452,714	28,414,902
- Prior year adjustments	(396,612)	(32,158)	(428,770)
- Effect of adopting new accounting standards	(299,123)	(44,621)	(343,744)
- As restated	16,266,453	11,375,935	27,642,388
Total comprehensive income	367,466	463,987	831,453
Other movements	(114,804)	67,407	(47,397)
Dividends paid to non-controlling interests	-	(181,667)	(181,667)
Dividends	(142,847)	-	(142,847)
At 31 December 2018	16,376,268	11,725,662	28,101,930
Restated			
At 1 July 2018			
- As previously stated	16,962,188	11,452,714	28,414,902
- Prior year adjustments	(396,612)	(32,158)	(428,770)
- Effect of adopting new accounting standards	(299,123)	(44,621)	(343,744)
- As restated	16,266,453	11,375,935	27,642,388
Total comprehensive income	149,327	746,733	896,060
Other movements	(62,018)	(52,938)	(114,956)
Dividends paid to non-controlling interests	-	(581,314)	(581,314)
Dividends	(523,773)	-	(523,773)
At 30 June 2019	15,829,989	11,488,416	27,318,405
Unaudited			
At 1 July 2019			
- As previously stated	16,251,453	11,522,589	27,774,042
- Prior year adjustments	(421,464)	(34,173)	(455,637)
- As restated	15,829,989	11,488,416	27,318,405
Total comprehensive income	320,408	607,042	927,450
Dividends paid to non-controlling interests	-	(111,263)	(111,263)
Dividends	(149,649)	-	(149,649)
At 31 December 2019	16,000,748	11,984,195	27,984,943

Performance highlights



Comments

The Board of IBL Ltd is pleased to present the Group's unaudited abridged financial statements for the quarter and half year ended 31 December 2019.

The financial highlights have been prepared in accordance with International Financial Reporting Standards (IFRS) and on the same basis as the accounting policies set out in the audited statutory financial statements for the year ended 30 June 2019 (FY 2019).

Highlights for the half year ended 31 December 2019

For the six months period, the Group achieved a revenue growth of 5% to Rs 21,237 million (First Half of FY 2019: Rs 20,138 million).

Profit Before Tax for the six months increased by 2% compared to the previous year. Underlying profit remained steady year on year. Lower finance costs and better results from associates were offset by a slight decrease in operating profit from our subsidiaries.

In terms of quarterly trends, revenue for the second quarter (Rs 11,673 million) was 22% higher than the first quarter mainly due to seasonality in hospitality and commercial activities. Coupled with better margins, these translate into stronger profit figures for the second quarter compared to the first quarter of the year.

The Statement of Financial Position for the group shows an overall increase of 5%, resulting mainly from an increase in debtors in line with usual December trends and the acquisition of a new vessel. During the period there has been a shift in the maturity profile of liabilities towards longer term. This resulted from IBL Ltd issuing medium term notes with maturities of 5 and 7 years for a total amount of Rs 4 billion.

Overall results of each sector for the half year under review

Building & Engineering : UBP benefits from numerous building and infrastructure projects in Mauritius. CNOI's repairs and maintenance activities sustain its profitability. Manser Saxon has faced some difficulty with its Dubai subsidiary and is currently assessing this activity.

Commercial & Distribution: PhoenixBev reported strong results with growth in business volumes across main product lines. Winner's results are impacted by costs relating to its stock overhaul and current initiatives to revamp its operating model. BrandActiv and HealthActiv continue to post good results despite increasing competition and margin pressure.

Financial Services: Eagle Insurance turnover increased, resulting in higher profit before tax compared to same period last year. Its motor segment is performing better. DTOS Group results are impacted by business development costs in relation to opportunities in both Kenya and Uganda. AfrAsia posts excellent bottom-line results despite higher credit impairment, contributing to the increase in results from Associates.

Hospitality & Services: LUX* Island Resorts saw improved occupancy and RevPar despite challenging conditions in Maldives and lower tourist arrivals in Mauritius. The transformation of Merville Hotel into LUX* Grand Bay is progressing well. The cost associated with closure of Merville has impacted LUX* bottom line.

Seafood: The sector posts good results. All Seafood companies report sustained growth in both turnover and operating profits. Volumes are back to normal levels with better monitoring of fishing quotas which affected FY18/19 results.

Property: Good performance reported by Bloomage which expanded its investment property portfolio and hence rental income. BlueLife recognised the sale of an investment property during this quarter and the hotel operations have picked up positively.

Logistics: The sector's revenues are impacted by lower charter hire fees with the dry docking of a shipping vessel during this period. The new vessel is already operational and contributes to the overall performance. The investment in additional warehousing capacity is expected to drive profits in the short and medium term.

Life & Technologies: CIDP has recovered and is performing up to expectations.

Agro & Energy: Alteo reports improved results from its sugar cluster in Mauritius and Tanzania and its property cluster. This is partially offset by lower average pricing in Kenya and lower bagasse tariffs in Mauritius with the renegotiated agreements.

Outlook

The Board is confident that the Group will deliver steady underlying growth. Whilst some activities have faced challenges during the period under review, management has taken actions where necessary to address the root-causes where possible and expects these few to turn-around in the near future. The potential short and medium term impact of recent outbreak of Coronavirus is being assessed but difficult to quantify at this stage.

By Order of the Board

IBL Management Ltd
Company Secretary
13 February 2020

Copies of the abridged financial statements (which can also be viewed on the website www.iblgroup.com) and the statement of direct and indirect interests of officers of the Company are available free of charge, upon request made to the Company Secretary, 4th Floor, IBL House, Caudan, Port Louis, Mauritius.

The above abridged financial statements are issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of IBL Ltd accepts full responsibility for the accuracy of the information contained in these abridged financial statements.