

Abridged Unaudited Financial Statements

For the half year ended 31 December 2020



Statement of profit or loss (Abridged)

	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2020	31.12.2020	31.12.2019 (Restated)
	Rs000	Rs000	Rs000
Continuing operations			
Revenue	10,261,650	18,967,426	21,216,605
Profit from operations	530,360	566,175	1,387,888
Share of results of associates and joint ventures	202,301	468,646	437,556
Impairment of goodwill and investments	-	-	(31,040)
Other gains and losses	59,836	73,051	(37,112)
Net finance costs	(301,918)	(595,256)	(619,843)
Profit before taxation	490,579	512,616	1,137,449
Taxation	55,848	(16,575)	(196,737)
Profit for the period from continuing operations	546,427	496,041	940,712
Discontinued operations			
Gain for the period from discontinued operations	4,164	2,245	15,528
Profit for the period	550,591	498,286	956,240
Statement of other comprehensive income (Abridged)			
Profit for the period	550,591	498,286	956,240
Other comprehensive income / (loss) for the period	220,061	400,536	(34,133)
Total comprehensive income for the period	770,652	898,822	922,107
Profit attributable to :-			
Owners of the parent	344,940	337,241	353,608
Non-controlling interests	205,651	161,045	602,632
	550,591	498,286	956,240
Total comprehensive income attributable to :-			
Owners of the parent	487,181	597,078	315,065
Non-controlling interests	283,471	301,744	607,042
	770,652	898,822	922,107
Earnings per share (Rs)			
Number of shares	680,224,040	680,224,040	680,224,040
- From continuing and discontinued operations	0.51	0.50	0.52
- From continuing operations	0.50	0.49	0.50
Net assets per share (Rs)	21.44	20.67	23.03

Segmental Information

	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2020	31.12.2020	31.12.2019 (Restated)
	Rs000	Rs000	Rs000
Revenue			
Agro & Energy	-	-	-
Building & Engineering	2,196,016	4,145,166	3,684,768
Commercial & Distribution	6,883,697	12,666,483	12,710,522
Financial Services	532,214	1,167,452	1,036,497
Hospitality & Services	669,798	897,460	3,196,480
Life & Technologies	84,077	131,093	116,045
Logistics	370,672	675,030	929,164
Property	156,224	280,769	592,531
Seafood	457,548	859,903	699,737
Corporate services	40,993	79,414	92,844
Consolidation adjustment	(1,129,589)	(1,935,344)	(1,841,983)
Revenue from continuing operations	10,261,650	18,967,426	21,216,605

	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2020	31.12.2020	31.12.2019 (Restated)
	Rs000	Rs000	Rs000
Profit from operations			
Agro & Energy	-	-	-
Building & Engineering	186,616	414,111	273,621
Commercial & Distribution	509,726	753,845	586,080
Financial Services	2,194	65,133	56,723
Hospitality & Services	(160,103)	(531,219)	486,713
Life & Technologies	13,608	(3,647)	8,434
Logistics	(12,739)	(39,217)	44,558
Property	53,787	26,797	70,499
Seafood	90,244	158,501	149,015
Corporate services	(123,081)	(226,338)	(243,441)
Consolidation adjustment	(49,612)	(51,791)	(44,314)
Profit from operations from continuing operations	530,360	566,175	1,387,888

	THE GROUP		
	Unaudited		
	Quarter Ended	Half Year Ended	Half Year Ended
	31.12.2020	31.12.2020	31.12.2019 (Restated)
	Rs000	Rs000	Rs000
Share of results of associates and joint ventures			
Agro & Energy	72,190	157,564	14,710
Building & Engineering	6,663	12,965	17,786
Commercial & Distribution	2,805	2,807	68
Financial services	65,575	185,256	342,633
Hospitality & Services	-	-	-
Life & Technologies	7,741	13,520	2,978
Logistics	-	-	-
Property	-	-	-
Seafood	47,327	96,534	59,381
Corporate services	-	-	-
Share of results of associates and joint ventures	202,301	468,646	437,556

"IBL's half year performance down due to sectors highly impacted by Covid-19, namely Hospitality, Property Development and Aviation. Other sectors overall performed better than last year"

Statement of financial position (Abridged)

	THE GROUP		
	Unaudited	Audited	Unaudited
	As At	As At	As At
	31.12.2020	30.06.2020	31.12.2019 (Restated)
	Rs000	Rs000	Rs000
Assets			
Property, plant and equipment	28,887,807	28,355,603	26,442,702
Investment properties	2,838,582	2,857,422	3,009,800
Intangible assets	2,382,309	2,168,837	2,902,831
Investments	10,777,001	10,318,765	10,247,120
Deferred tax assets	698,342	588,737	353,968
Right of use assets	4,901,588	5,108,832	4,915,542
Other assets	136,446	139,640	259,143
Non-current assets	50,622,075	49,537,836	48,131,106
Current assets	17,568,951	15,824,360	17,984,931
Assets classified as held for sale	118,691	921,518	419,574
Total Assets	68,309,717	66,283,714	66,535,611
Equity and Liabilities			
Equity attributable to owners of the parent	14,585,713	14,063,455	15,664,009
Non-controlling interests	11,344,125	11,097,260	12,016,732
Total equity	25,929,838	25,160,715	27,680,741
Non-current liabilities	19,998,619	18,072,189	18,837,698
Lease liabilities	4,513,434	4,652,050	4,054,535
Current liabilities	17,852,759	17,956,904	15,745,455
Liabilities associated with assets classified as held for sale	15,067	441,856	217,182
Total Equity and Liabilities	68,309,717	66,283,714	66,535,611

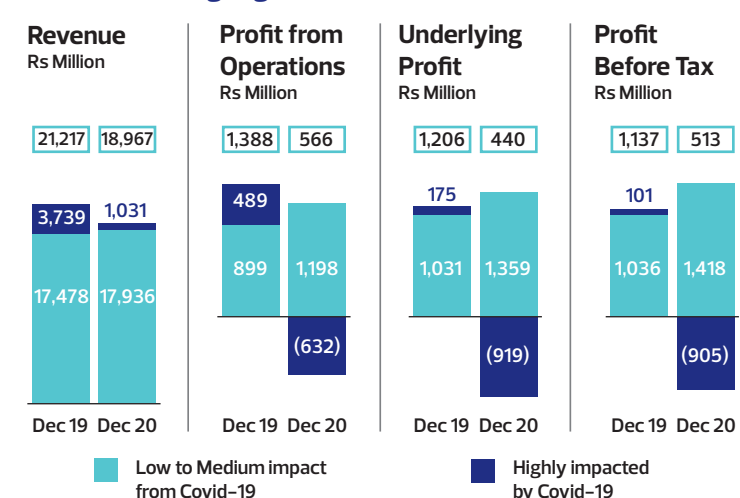
Statement of cash flows (Abridged)

	THE GROUP		
	Unaudited	Audited	Unaudited
	As At	As At	As At
	31.12.2020	30.06.2020	31.12.2019
	Rs000	Rs000	Rs000
Net cash generated from operating activities	876,293	2,775,085	836,371
Net cash used in investing activities	(1,505,687)	(2,465,652)	(894,769)
Net cash generated from financing activities	142,652	2,448,399	2,709,611
Net (decrease) / increase in cash and cash equivalents	(486,742)	2,757,832	2,651,213
Net foreign exchange difference	6,353	6,781	(4,050)
Cash and cash equivalents at 1 July	(401,500)	(3,166,113)	(3,166,113)
Cash and cash equivalents at end of period / Year	(881,889)	(401,500)	(518,950)

Statement of Changes in Equity (Abridged)

	THE GROUP		
	Owners of the parent	Non-controlling interests	Total Equity
	Rs000	Rs000	Rs000
Unaudited			
At 1 July 2019	15,565,984	11,520,953	27,086,937
- As previously stated	(67,391)	-	(67,391)
- Effect of adopting new accounting standards	15,498,593	11,520,953	27,019,546
- As restated	315,065	607,042	922,107
Total comprehensive income	315,065	607,042	922,107
Dividends paid to non-controlling interests	-	(111,263)	(111,263)
Dividends	(149,649)	-	(149,649)
At 31 December 2019	15,664,009	12,016,732	27,680,741
Audited			
At 1 July 2020	15,565,984	11,520,953	27,086,937
- As previously stated	(67,391)	-	(67,391)
- Effect of adopting new accounting standards	15,498,593	11,520,953	27,019,546
- As restated	(1,014,730)	(92,967)	(1,107,697)
Total comprehensive income	(1,014,730)	(92,967)	(1,107,697)
Other movements	(5,471)	(2,602)	(8,073)
Dividends paid to non-controlling interests	-	(328,124)	(328,124)
Dividends	(414,937)	-	(414,937)
At 30 June 2020	14,063,455	11,097,260	25,160,715
Unaudited			
At 1 July 2020	14,063,455	11,097,260	25,160,715
Total comprehensive income	597,078	301,744	898,822
Dividends paid to non-controlling interests	-	(54,879)	(54,879)
Dividends	(74,820)	-	(74,820)
At 31 December 2020	14,585,713	11,344,125	25,929,838

Performance highlights



Comments

The Board of IBL Ltd is pleased to present the Group's unaudited abridged financial statements for the quarter (2Q2021) and half year ended 31 December 2020 (1H2021). 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 2020 (FY2020).

Highlights for six months ended 31 December 2020 (1H2021)

Group revenues for the half year fell by 11% to Rs 18,967 million compared to the same period last year (1H2020) of Rs 21,217 million. Operating profit dropped to Rs 566m (1H2020: Rs 1,388 million).

The drop in revenue and operating profit is largely attributable to the Hospitality, Property Development and Aviation businesses within the Group, which are significantly affected by border closures and restrictions associated with the Covid-19 global pandemic. Excluding the above sectors, operating profit has increased by 33%. Our hospitality sector alone registered a decrease of Rs 2.3 billion in revenues leading to a drop of Rs 1.0 billion in its operating profit.

The sectorial diversification strategy of IBL has helped the Group mitigate the impact of the pandemic on its overall results.

Sectorial Review

Agro and Energy: Strong performance of Alteo driven by good results from the sugar segment. Both price and volume increased in our three countries: Mauritius, Kenya and Tanzania. The Energy cluster benefitted from a higher quality of bagasse enabling better efficiencies. On the Property front, Alteo had good results generated from the sale of serviced plots. However, Anahita remains impacted by border closures.

Building & Engineering: Both UBP and the contracting business, mainly Manser Saxon, performed better this year. UBP benefitted from various infrastructure and construction projects. Implementation of operational efficiency measures, the closing down of its Dubai activities as well as the completion of contracts started before the March to June 2020 lockdown have helped Manser Saxon achieve better results. The Group's shipyard business, CNOI, registered lower shipbuilding and ship-repair revenues compared to last year due to strict border controls in Mauritius.

Commercial & Distribution: This sector reported a better result than last year. Winner's benefitted from operational efficiency and cost reduction initiatives offsetting the impact of a shift in consumption towards lower margin commodities. HealthActiv registered a growth in turnover but was subject to higher import costs due to exchange rates. PhoenixBev reported better operating profits despite a decline in volumes associated with the absence of foreign tourists in Mauritius since mid-March 2020. Favourable exchange rates and higher export sales from the Reunion operations helped the bottom-line.

Financial Services: Accident and property segments drove better operating results for Eagle Insurance. Both DTOS and The Bee reported higher revenues compared to last year, in part helped by a weaker Mauritian rupee versus the Euro, Pound or US dollar.

Profits for AfrAsia were down mainly due to a decline in yields on most interest rate-based products. The bank's loan to deposit ratio fell slightly, reflecting a more cautious approach to lending given the changing economic context around the globe.

Hospitality & Services: The largely closed borders in Mauritius have severely impacted the tourism industry on the island. LUX* resorts have consequently been largely closed for most of the period, except for attractive weekend packages to local residents, especially during the festive period. Whilst the latter helped boost occupancy rates temporarily, it cannot compensate for the absence of foreign tourists.

Hotels in Reunion and the Maldives provide some source of encouragement as they both registered occupancy rates comparable to last year for the month of December.

LUX* Island Resorts (LIR) shareholders have approved the issuance of Rs 1 billion of redeemable bonds to the Mauritius Investment Corporation (MIC). The agreement between LIR and MIC was signed in December 2020 and LIR awaits disbursement under the agreed terms.

The recent renovation of most properties and scheduled opening of LUX* Grand Baie should put LUX* in a prime strategic position once travel and tourism resume.

Life & Technologies: One off cost has impacted the performance in this sector during the period but as the Group pursues its investment strategy into the Life and Health sectors, we expect to see its performance progress significantly in the future.

Logistics: The Aviation business is directly impacted from the lack of commercial flights. Lower freight volumes affect Somatrans and land transportation services have been affected due to largely stalled hotel transport activity. The shipping segment's performance was impacted by one vessel being off hired.

Property: BlueLife's property development business is largely affected by the lack of prospective foreign buyers due to Covid-19. On the other hand, Bloomage posted stable revenues and higher operating profit compared to H1 last year due to operating efficiencies gains.

Seafood: Marine Biotechnology Products in Mauritius and Ivory Coast drive performance in this sector. Over-fishing in the Indian Ocean, however, poses a sustainability concern for the industry in Mauritius as well as our partners in the UK and Japan. This is a challenging issue that needs a comprehensive solution at the regional level.

Outlook

The Group results will continue to be impacted by the hospitality, property development and aviation sectors and performance will remain subdued as long as travel and tourism is restricted globally and particularly in Mauritius. The resurgence of new Covid variants in some of our main markets such as UK and South Africa, with a recent tightening of travel restrictions on key travel routes, poses significant concerns as they risk delaying any recovery to the sector.

The vaccination programme underway globally is a crucial step towards a controlled opening of borders which would bring some degree of optimism, with regards to normalisation of international travel.

This said, the diversified portfolio of the Group can partially cushion the impact on the sectors highly impacted by the pandemic. In the medium term, IBL will continue to develop in key growth sectors locally and increase focus internationally.

By Order of the Board

IBL Management Ltd
Company Secretary
11 February 2021

Copies of the abridged unaudited 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 unaudited 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 unaudited financial statements.