Sugar Investment Trust

SUGAR INVESTMENT TRUST AND ITS SUBSIDIARIES
UNAUDITED ABRIDGED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP			THE COMPANY		
	6 months Unaudited December 31, 2020	6 months Unaudited December 31, 2019	Audited June 30, 2020	**6 months Unaudited December 31, 2020**	6 months Unaudited December 31, 2019	Audited June 30, 2020
	Rs'000	Rs'000	Rs'000	**Rs'000**	Rs'000	Rs'000
Revenue	**203,865**	130,763	239,761	**18,515**	43,250	82,655
Operating profit	**43,346**	26,324	8,095	**1,537**	16,685	36,973
Net Finance (costs)/income	**(48,622)**	(50,498)	(104,243)	**20,686**	16,337	32,068
Share of profit/(loss) of associate,net of tax	**3,584**	(24,418)	(42,545)	**-**	-	-
(Loss)/profit before taxation	**(1,692)**	(48,592)	(138,693)	**22,223**	33,022	69,041
Taxation	**(138)**	-	10,450	**(138)**	-	(2,325)
(Loss)/profit for the period/year	**(1,830)**	(48,592)	(128,243)	**22,085**	33,022	66,716
Other comprehensive income:						
Remeasurement of defined benefit liability	**-**	-	(2,790)	**-**	-	(81)
Movement in fair value of investment	**-**	-	(147,729)	**-**	-	(354,906)
Total (loss)/profit and other comprehensive income for the period/year	**(1,830)**	(48,592)	(278,762)	**22,085**	33,022	(288,271)
(Loss)/profit attributable to:						
Owners of the parent	**12,537**	19,888	(7,750)	**22,085**	32,022	66,716
Non-controlling interest	**(14,367)**	(64,480)	(120,493)	**-**	-	-
	(1,830)	(44,592)	(128,243)	**22,085**	32,022	66,716
Total (loss)/profit and comprehensive income attributable to:						
Owners of the parent	**12,537**	19,888	(158,269)	**-**	-	(288,271)
Non-controlling interest	**(14,367)**	(64,480)	(120,493)	**-**	-	-
	(1,830)	(44,592)	(278,762)	**-**	-	(288,271)
Earnings per share (Re.)	**(0.00)**	(0.12)	(0.33)	**0.06**	0.08	0.17
Number of ordinary shares in issue	**389,851,812**	389,851,812	389,851,812	**389,851,812**	389,851,812	389,851,812

STATEMENTS OF FINANCIAL POSITION

	THE GROUP			THE COMPANY		
	Unaudited December 31, 2020	Unaudited December 31, 2019	Audited June 30, 2020	**Unaudited December 31, 2020**	Unaudited December 31, 2019	Audited June 30, 2020
	Rs'000	Rs'000	Rs'000	**Rs'000**	Rs'000	Rs'000
ASSETS						
Non-current assets	**4,074,745**	4,209,142	4,093,172	**1,345,557**	1,659,960	1,345,078
Current assets	**1,452,329**	1,562,827	1,492,399	**1,752,365**	1,735,875	1,733,950
Total assets	**5,527,074**	5,771,969	5,585,571	**3,097,922**	3,395,835	3,079,028
EQUITY AND LIABILITIES						
Equity						
Equity attributable to owners of the company	**2,935,163**	3,129,378	2,922,626	**1,230,673**	1,545,475	1,208,588
Non-controlling interests	**454,068**	520,448	468,435	**-**	-	-
Total Equity	**3,389,231**	3,649,826	3,391,061	**1,230,673**	1,545,475	1,208,588
Non-current liabilities	**1,533,930**	1,231,492	1,523,630	**1,464,928**	1,202,969	1,457,201
Current liabilities	**603,913**	890,651	670,880	**402,321**	647,391	413,239
Total equity and liabilities	**5,527,074**	5,771,969	5,585,571	**3,097,922**	3,395,835	3,079,028

STATEMENTS OF CHANGES IN EQUITY

	Stated capital	**Fair value reserve**	**Retained earnings**	**Total Equity**
	Rs'000	**Rs'000**	**Rs'000**	**Rs'000**
THE COMPANY				
At July 1, 2019	403,783	93,851	1,014,819	1,512,453
Profit for the period	-	-	33,022	33,022
At December 31, 2019	403,783	93,851	1,047,841	1,545,475
At July 1, 2020	403,783	(261,055)	1,065,860	1,208,588
Profit for the period	-	-	22,085	22,085
At December 31, 2020	**403,783**	**(261,055)**	**1,087,945**	**1,230,673**

Attributable to owners of the parent

	Stated capital	**Fair value reserve**	**Retained earnings**	**Total**	**Non-controlling interest**	**Total Equity**
THE GROUP	**Rs'000**	**Rs'000**	**Rs'000**	**Rs'000**	**Rs'000**	**Rs'000**
At July 1, 2019	403,783	1,468,904	1,236,803	3,109,490	588,928	3,698,418
Profit/(loss) for the period	-	-	19,888	19,888	(68,480)	(48,592)
At December 31, 2019	**403,783**	**1,468,904**	**1,256,691**	**3,129,378**	**520,448**	**3,649,826**
At July 1, 2020	403,783	1,321,175	1,197,668	2,922,626	468,435	3,391,061
Profit/(loss) for the period	-	-	12,537	12,537	(14,367)	(1,830)
At December 31, 2020	**403,783**	**1,321,175**	**1,210,205**	**2,935,163**	**454,068**	**3,389,231**

STATEMENTS OF CASH FLOWS

	THE GROUP			THE COMPANY		
	Unaudited December 31, 2020	Unaudited December 31, 2019	Audited June 30, 2020	**Unaudited December 31, 2020**	Unaudited December 31, 2019	Audited June 30, 2020
	Rs'000	Rs'000	Rs'000	**Rs'000**	Rs'000	Rs'000
Net cash generated from/ (used in) operating activities	**12,524**	10,761	(45,233)	**12,118**	80,387	43,513
Net cash generated from/ (used in) investing activities	**20,863**	(29,170)	(67,190)	**(1,660)**	(67,596)	(90,829)
Net cash generated from financing activities	**6,096**	67,368	38,062	**5,633**	67,368	51,774
Net increase/(decrease) in cash and cash equivalents	**39,483**	48,959	(74,361)	**16,091**	80,159	4,458
Cash and cash equivalent at beginning	**22,367**	96,728	96,728	**13,150**	8,692	8,692
Cash and cash equivalent at end	**61,850**	145,687	22,367	**29,241**	88,851	13,150
Analysis of cash and cash equivalents						
Cash and cash equivalents	**63,115**	146,532	27,874	**29,241**	88,851	13,150
Bank overdrafts	**(1,265)**	(845)	(5,507)	**-**	-	-
	61,850	145,687	22,367	**29,241**	88,851	13,150

The Unaudited Abridged Interim Financial Statements for the half year ended December 31, 2020 have been prepared in accordance with International Financial Reporting Standards and using the accounting policies adopted for the year ended June 30, 2020.

Comment on the results:

Group

The revenue for the six months ended 31 December 2020 is 56% higher as compared to Rs 130.7 M, the comparative figure for the last year. This improvement is due to the fact that the subsidiaries have booked some residential and agricultural land sales. Moreover, the share of profit of associate is positive Rs 3.6 M as compared to negative Rs 24.4 M for same period last year.

Company

The revenue stream of the company is dividend from investee companies. The revenue for the six months to 31 December 2020 was Rs 18.5 M as compared to Rs 43.3 M for the same period last year. The main cause is the delay in the declaration of dividends by the investee companies.

However, around Rs 8.5 M was received from the sale of the equipment of one milling inoperative company. The net finance income is interest from intercompany balances net of interest paid on Bond and Bank Loans.

For and on behalf of the Board of Directors
SIT Corporate and Secretarial Services Ltd
Date: 18th August 2021