



SUGAR INVESTMENT TRUST AND ITS SUBSIDIARIES

UNAUDITED ABRIDGED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2023

STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP			THE COMPANY		
	3 months	3 months		3 months	3 months	
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	September 30, 2023	September 30, 2022	June 30, 2023	September 30, 2023	September 30, 2022	June 30, 2023
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	112,772	44,665	324,173	-	-	26,751
Cost of Sales	(32,349)	(27,632)	(175,567)	-	-	-
	80,423	17,033	148,606	-	-	26,751
Operating profit/(loss)	53,747	(7,798)	159,159	(12,454)	(10,703)	(98,492)
Share of result of associate, net of tax	(9,060)	(3,766)	(36,243)	-	-	-
Finance Income	588	1,606	15,481	16,125	18,202	84,271
Other income	6,476	4,867	24,819	250	250	12,994
Exceptional item	-	-	(9,578)	-	-	-
Profit/(loss) before finance costs	51,751	(5,091)	153,638	3,921	7,749	(1,227)
Finance costs	(34,738)	(27,439)	(123,137)	(31,669)	(23,013)	(109,992)
Profit/(loss) before taxation	17,013	(32,530)	30,501	(27,748)	(15,264)	(111,219)
Taxation	-	-	2,306	-	-	79
Profit/(loss) for the period/ year	17,013	(32,530)	32,807	(27,748)	(15,264)	(111,140)
(Loss)/profit attributable to:						
Owners of the parent	(42,208)	(34,932)	(126,651)	(27,748)	(15,264)	(111,140)
Non-controlling interest	59,221	2,402	159,458	-	-	-
	17,013	(32,530)	32,807	(27,748)	(15,264)	(111,140)
Other comprehensive income:						
Items that will not be classified subsequently to profit or loss:						
Remeasurement of defined benefit liability	-	-	(3,877)	-	-	(685)
Movement in fair value of financial assets at FVOCI	-	-	207,096	-	-	207,096
Income tax relating to components of other comprehensive income	-	-	116	-	-	116
Items that may be classified subsequently to profit or loss:						
Share of other comprehensive income of associates	-	-	13,947	-	-	60,589
Other comprehensive income for the period/year	-	-	217,282	-	-	267,116
Total profit and other Comprehensive income for the period/year	17,013	(32,530)	250,089	(27,748)	(15,264)	155,976
Total (loss)/profit and comprehensive income attributable to:						
Owners of the parent	(42,208)	(34,932)	100,542	(27,748)	(15,264)	155,976
Non-controlling interest	59,221	2,402	149,547	-	-	-
	17,013	(32,530)	250,089	(27,748)	(15,264)	155,976
Earnings per share (Re.)	(0.11)	(0.09)	(0.32)	(0.07)	(0.04)	(0.29)
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	Unaudited	Audited	Unaudited	Unaudited	Audited
	September 30, 2023	September 30, 2022	June 30, 2023	September 30, 2023	September 30, 2022	June 30, 2023
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS						
Non-current assets	3,985,104	3,746,370	3,991,126	1,523,108	1,293,703	1,523,913
Current assets	1,308,824	1,311,884	1,331,205	1,828,238	1,975,888	1,887,359
Total assets	5,293,928	5,058,254	5,322,331	3,351,346	3,269,591	3,411,272
EQUITY AND LIABILITIES						
Equity						
Equity attributable to owners of the company	1,625,754	1,497,328	1,667,962	1,691,176	1,504,098	1,718,924
Non - controlling interests	1,707,083	1,467,458	1,647,862	-	-	-
Total Equity	3,332,837	2,964,786	3,315,824	1,691,176	1,504,098	1,718,924
Non-current liabilities	385,283	1,134,769	400,795	181,298	882,705	180,009
Current liabilities	1,575,808	958,699	1,605,712	1,478,872	882,788	1,512,339
Total equity and liabilities	5,293,928	5,058,254	5,322,331	3,351,346	3,269,591	3,411,272

STATEMENTS OF CHANGES IN EQUITY

	Stated capital Rs'000	Fair value reserve Rs'000	Retained earnings Rs'000	Total Rs'000
THE COMPANY				
At July 1, 2022	403,783	82,398	1,033,181	1,519,362
Loss for the period	-	-	(15,264)	(15,264)
Other Comprehensive Income	-	-	-	-
At September 30, 2022	403,783	82,398	1,017,917	1,504,098
At July 1, 2023	403,783	349,513	965,628	1,718,924
Loss for the period	-	-	(27,748)	(27,748)
At September 30, 2023	403,783	349,513	937,880	1,691,176

Attributable to owners of the parent

	Stated capital Rs'000	Fair value reserve Rs'000	Retained earnings Rs'000	Total Rs'000	Non-controlling Interest Rs'000	Total equity Rs'000
THE GROUP						
At July 1, 2022	403,783	(5,833)	1,134,310	1,532,260	1,465,056	2,997,316
Loss for the period	-	-	(34,932)	(34,932)	2,402	(32,530)
At September 30, 2022	403,783	(5,833)	1,099,378	1,497,328	1,467,458	2,964,786
At July 1, 2023	403,783	212,935	1,051,244	1,667,962	1,647,862	3,315,824
Loss for the period	-	-	(42,208)	(42,208)	59,221	17,013
At September 30, 2023	403,783	212,935	1,009,036	1,625,754	1,707,083	3,332,837

STATEMENTS OF CASH FLOWS

	THE GROUP			THE COMPANY		
	Unaudited September 30, 2023 Rs'000	Unaudited September 30, 2022 Rs'000	Audited June 30, 2023 Rs'000	Unaudited September 30, 2023 Rs'000	Unaudited September 30, 2022 Rs'000	Audited June 30, 2023 Rs'000
Net cash generated from/(used in) operating activities	26,134	(13,196)	(9,373)	32,285	(10,404)	15,592
Net cash (used in)/generated from investing activities	-	(95)	26,110	-	-	26,658
Net cash (used in)/generated from financing activities	(41,448)	10,452	(18,812)	(40,935)	12,180	(33,822)
Net (decrease)/increase in cash and cash equivalents	(15,314)	(2,839)	(2,075)	(8,650)	1,776	8,428
Cash and cash equivalent at beginning	22,951	27,346	25,026	7,251	(1,177)	(1,177)
Cash and cash equivalent at end	7,637	24,507	22,951	(1,399)	599	7,251
Analysis of cash and cash equivalents						
Cash and cash equivalents	7,637	24,507	22,951	872	599	7,251
Bank overdrafts	-	-	-	(2,271)	-	-
	7,637	24,507	22,951	(1,399)	599	7,251

The Unaudited Abridged Interim Financial Statements for the quarter ended September 30, 2023 have been prepared in accordance with International Financial Reporting Standards and using the accounting policies adopted for the year ended June 30, 2023.

Comment on the results:**Revenue**

The Group's revenue consists mainly of:

- Income from sale of residential and agricultural land;
- dividends from investments;
- proceeds from sugar and related products; and
- income from investment property and lease of agricultural land.

Group

In the quarter under review, the group reported an increase in revenue from Rs 44.7 M to Rs 112.8 M, owing mostly to the finalization land sale deeds at Deux Bras.

The share of associate has increased from negative Rs 3.8 M to negative Rs 9.1 M in the quarter under review. Finance Cost has increased from Rs 27.4 M to Rs 34.7 M comparatively following general rise in borrowing rates.

The bottom line has improved from negative Rs 32.5 M in the comparative quarter last year to a positive of Rs 17 M in the quarter under review. This trend is expected to continue in the coming quarters as a result of land sale measures implemented by Management and approved by the board.

Company

The company reported nil revenue during quarter ended 30 September 2023 and same for the comparative quarter last year subsequent to no dividend declaration by investee companies.

The operating expenses for the current quarter increased by 16 % as compared to same quarter last year due to promotional expenses in favour of a subsidiary. The company has suffered significantly as a result of general rise in borrowing rates and reduction of the intercompany lending rate, resulting in a negative impact on the bottom line, from negative Rs 15.3 M to negative Rs 27.7 M

For and on behalf of the Board of Directors
SIT Corporate and Secretarial Services Ltd
14-Nov-23