



SUGAR INVESTMENT TRUST AND ITS SUBSIDIARIES
ABRIDGED AUDITED FINANCIAL STATEMENTS - YEAR ENDED 30 JUNE 2021

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Audited 30-Jun 2021	Audited 30-Jun 2020	Audited 30-Jun 2021	Audited 30-Jun 2020
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	449,081	260,734	38,217	82,655
Cost of sales	(302,083)	(174,054)	-	-
Gross profit	146,998	86,680	38,217	82,655
Operating profit/ (loss)	54,622	(17,621)	(11,729)	28,169
Net finance (costs)/income	(111,856)	(104,365)	38,058	32,069
Other income	48,886	13,533	11,270	8,804
Exceptional items	(121,306)	-	-	-
Share of result of associate, net of tax	(32,971)	(5,130)	-	-
(Loss)/profit before taxation	(162,625)	(113,583)	37,599	69,042
Taxation	(37,133)	15,545	(1,047)	(2,339)
(Loss)/profit for the year	(199,758)	(98,038)	36,552	66,703
Other comprehensive income				
Items that will not be classified subsequently to profit or loss:				
Remeasurement of defined benefit liability	406	(2,789)	(436)	(81)
Movement in fair value of financial assets at FVOCI	331,027	(147,729)	331,027	(147,729)
Income tax relating to components of other comprehensive income	74	14	74	14
Items that may be classified subsequently to profit or loss:				
Movement in fair value of associated companies	-	-	16,260	(207,177)
Share of other comprehensive income of associates	(2,617)	(3,216)	-	-
Total profit/(loss) and other comprehensive income for the year	129,132	(251,758)	383,477	(288,270)
(Loss)/profit attributable to:				
Owners of the Company	(168,001)	39,738	36,552	66,703
Non-controlling interests	(31,757)	(137,776)	-	-
	(199,758)	(98,038)	36,552	66,703
Total (loss)/profit and comprehensive income attributable to:				
Owners of the Company	160,375	(111,327)	383,477	(288,270)
Non-controlling interests	(31,243)	(140,431)	-	-
	129,132	(251,758)	383,477	(288,270)
Earnings per share (Rs)	(0.43)	0.10	0.09	0.17
Number of ordinary shares in issue	389,851,812	389,851,812	389,851,812	389,851,812

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

	Stated capital	Share premium	Other reserves	Retained earnings	Total		
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	
	THE COMPANY						
At 1 July 2019	389,852	13,931	93,851	1,014,819	-	1,512,453	
Transfer	-	-	(691)	691	-	-	
Profit for the year	-	-	-	66,703	-	66,703	
Dividends	-	-	-	(15,594)	-	(15,594)	
Other comprehensive income	-	-	(354,973)	-	-	(354,973)	
At 30 June 2020	389,852	13,931	(261,813)	1,066,619	-	1,208,589	
At 1 July 2020	389,852	13,931	(261,813)	1,066,619	-	1,208,589	
Profit for the year	-	-	-	36,552	-	36,552	
Other comprehensive income	-	-	346,925	-	-	346,925	
At 30 June 2021	389,852	13,931	85,112	1,103,171	-	1,592,066	
Attributable to owners of the Parent							
	Stated capital	Share premium	Other reserves	Retained earnings	Total	Non-controlling interest	Total equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	THE GROUP						
At 1 July 2019	389,852	13,931	1,468,904	1,236,803	3,109,490	588,928	3,698,418
Effect of adopting IFRS 16	-	-	-	(22,179)	-	-	(22,179)
Effect of prior year adjustments	-	-	(1,667,290)	4,979	(1,662,311)	-	(1,662,311)
Loss for the year	-	-	-	39,738	-	(137,776)	(98,038)
Other Comprehensive income	-	-	(151,065)	-	(151,065)	(2,655)	(153,720)
Dividends	-	-	-	(15,594)	(15,594)	(13,001)	(28,595)
At 30 June 2020	389,852	13,931	(349,451)	1,243,747	1,298,079	435,496	1,733,575
At 1 July 2020	389,852	13,931	(349,451)	1,243,747	1,298,079	435,496	1,733,575
Loss for the year	-	-	-	(168,001)	(168,001)	(31,757)	(199,758)
Other Comprehensive income	-	-	328,376	-	328,376	514	328,890
At 30 June 2021	389,852	13,931	(21,075)	1,075,746	1,458,454	404,253	1,862,707

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	Audited 30-Jun 2021	Audited 30-Jun 2020	Audited 30-Jun 2021	Audited 30-Jun 2020
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets	2,786,304	2,505,106	1,279,044	934,622
Current assets	1,358,779	1,427,963	2,182,967	2,144,406
Total Assets	4,145,083	3,933,069	3,462,011	3,079,028
EQUITY AND LIABILITIES				
Equity				
Equity attributable to owners of the Company	1,458,454	1,298,079	1,592,066	1,208,589
Non-controlling interests	404,253	435,496	-	-
Total equity	1,862,707	1,733,575	1,592,066	1,208,589
LIABILITIES				
Non-current liabilities	1,029,585	1,489,972	772,723	1,422,351
Current liabilities	1,252,791	709,522	1,097,222	448,088
Total Equity and Liabilities	4,145,083	3,933,069	3,462,011	3,079,028

ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Audited 30-Jun 2021	Audited 30-Jun 2020	Audited 30-Jun 2021	Audited 30-Jun 2020
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash/(used in)/ generated from operating activities	(7,432)	(176,202)	65,064	(127,317)
Net cash generated from investing activities	32,106	6,932	46,241	87,885
Net cash generated from/ (used in) financing activities	94,954	94,908	(16,454)	48,123
Increase/(Decrease) in cash and cash equivalents	119,628	(74,362)	94,851	8,691
Cash and cash equivalents at 01 July	22,366	96,728	13,149	4,458
Cash and cash equivalents at 30 June	141,994	22,366	108,000	13,149
Analysis of cash and cash equivalents				
Cash in hand and at bank	141,994	22,366	108,000	13,149

The above abridged financial statements to 30 June 2021 have been audited by Messrs. Moore. They have been prepared using the same accounting policies used in the preparation of the audited financial statements for the year ended 30 June 2021. The auditors' report to the financial statements is unqualified.

Copies of the above report are available free of charge from the Company Secretary at the registered office of the Company, Ground Floor, NG Tower, Cybercity, Ebene, Mauritius.

Comments

Revenue and profitability

Revenue

The main sources of revenue of the Group consists of:

- proceeds from residential/agricultural land sale;
- proceeds from sugar and related products and other agricultural products;
- income from rental of office spaces and lease of agricultural land;
- dividend from investments; and
- income from leisure activities

Profitability

The Company derives revenue in terms of dividend from its investments. During the financial year under review only Rs 38.2 M was received as compared to Rs 82.7M in the previous financial year. With the economy still reeling from the prolonged impact of COVID-19 and which has been mired in uncertainty ever since the outbreak of the pandemic in early 2020, the investee companies have restrained from declaring dividend.

Revenue for the Group has increased by 72% (2021 Rs 449M; 2020 Rs 261M).

The upward trend in revenue is mainly attributed to sale of agricultural and residential land. Sales of land amounted to Rs 255M during this time of crisis.

Moreover, the sugar cluster has reported a significant increase in revenue from Rs 38.9M in 2020 to Rs 52.4M in 2021. The rise is mostly due to the compensation of Rs 14.9M received from SIFB as the crop year 2020 was declared as an event year.

The leisure cluster has remained the key risk of the Group and has adversely been impacted by the Covid-19 pandemic. Amusement Park and rides came to a grinding halt in March 2021 as there was a national lockdown. This segment revenue plummeted by 40% down from Rs 47.6M in 2020 to Rs 28.4M in 2021.

However, the Group made a loss before taxation of Rs 162M. The loss is largely explained by the recognition of an impairment of Rs 121M in the leisure activity and other assets. It is also to be noted that the net finance cost in respect of bank loans and bonds is Rs 112M.

By order of the Board
SIT Corporate and Secretarial Services Ltd
Date: 28 March 2022