



**SUGAR INVESTMENT TRUST AND ITS SUBSIDIARIES**

UNAUDITED ABRIDGED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED MARCH 31, 2014

**STATEMENTS OF COMPREHENSIVE INCOME**

	THE GROUP					THE COMPANY				
	3 months Unaudited March 31, 2014	9 months Unaudited March 31, 2014	3 months Unaudited March 31, 2013	9 months Unaudited March 31, 2013	Audited June 30, 2013	3 months Unaudited March 31, 2014	9 months Unaudited March 31, 2014	3 months Unaudited March 31, 2013	9 months Unaudited March 31, 2013	Audited June 30, 2013
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Turnover	50,080	101,861	37,867	111,123	287,417	24,503	24,503	14,514	19,514	165,593
Operating profit/(loss)	11,244	(18,327)	(2,515)	(26,208)	88,211	21,977	16,679	8,641	(8,100)	114,990
Finance costs	(9,852)	(13,207)	(1,242)	(5,477)	(6,328)	(9,804)	(14,299)	(1,574)	(6,061)	(8,841)
Share of results of associate	-	95,792	-	138,545	128,971	-	-	-	-	-
Profit/(loss) before taxation	1,392	64,258	(3,757)	106,860	210,854	12,173	2,380	7,067	(14,161)	106,149
Taxation	(773)	(773)	(1,746)	(1,746)	(16,611)	-	-	-	-	-
Profit/(loss) after taxation	619	63,485	(5,503)	105,114	194,243	12,173	2,380	7,067	(14,161)	106,149
<b>Other comprehensive income/(loss):</b>										
Increase/(decrease) in fair value of associate	-	-	-	-	149,619	(24,715)	(8,238)	(65,907)	-	380,440
Share of other comprehensive (loss)/income of associate	-	(742)	-	(75,225)	275,096	-	-	-	-	-
	-	(742)	-	(75,225)	424,715	(24,715)	(8,238)	(65,907)	-	380,440
Total comprehensive income/(loss) for the period/year	619	62,743	(5,503)	29,889	618,958	(12,542)	(5,858)	(58,840)	(14,161)	486,589
<b>Profit/(loss) attributable to:</b>										
Owners of the parent	(467)	76,821	(2,364)	111,195	137,283	12,173	2,380	7,067	(14,161)	106,149
Non-controlling interest	1,086	(13,336)	(3,139)	(6,081)	56,960	-	-	-	-	-
<b>Total comprehensive income/(loss) attributable to:</b>										
Owners of the parent	(467)	76,079	(2,365)	35,970	561,998	(12,542)	(5,858)	(65,907)	(14,161)	486,589
Non-controlling interest	1,086	(13,336)	(3,138)	(6,081)	56,960	-	-	-	-	-
	619	62,743	(5,503)	29,889	618,958	(12,542)	(5,858)	(65,907)	(14,161)	486,589
(Loss)/earnings per share (Re.)	(0.00)	0.20	(0.01)	0.29	0.35	0.03	0.01	0.02	(0.04)	0.27
Number of ordinary shares in issue	389,851,812	389,851,812	389,851,812	389,851,812	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 March 31, 2014	Unaudited March 31, 2013	Audited June 30, 2013	Unaudited March 31, 2014	Unaudited March 31, 2013	Audited June 30, 2013
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>						
Non-current assets	4,828,668	4,241,221	4,597,613	3,088,855	2,723,354	3,096,371
Current assets	386,943	797,823	726,317	701,611	240,226	367,676
Non current assets held for sale	1,417,410	527,886	888,792	-	-	-
<b>Total Assets</b>	6,633,021	5,566,930	6,212,722	3,790,466	2,963,580	3,464,047
<b>EQUITY AND LIABILITIES</b>						
Capital and reserves	3,605,910	3,050,586	3,576,613	3,279,492	2,831,382	3,332,132
Minority interest	672,315	661,612	724,652	-	-	-
Non-current liabilities	964,676	508,218	507,022	376,126	1,038	1,126
Current liabilities	1,390,120	1,346,514	1,404,435	134,848	131,160	130,789
<b>Total Equity and Liabilities</b>	6,633,021	5,566,930	6,212,722	3,790,466	2,963,580	3,464,047

## STATEMENTS OF CHANGES IN EQUITY

	Stated capital Rs'000	Revaluation and other reserves Rs'000	Retained earnings Rs'000	Total Rs'000
<b>THE COMPANY</b>				
At July 1, 2012	403,783	1,871,783	608,962	2,884,528
Total comprehensive loss for the period	-	-	(14,161)	(14,161)
Dividends	-	-	(38,985)	(38,985)
<b>At March 31, 2013</b>	<b>403,783</b>	<b>1,871,783</b>	<b>555,816</b>	<b>2,831,382</b>
At July 1, 2013	403,783	2,252,223	676,126	3,332,132
Total comprehensive (loss)/income for the period	-	(8,238)	2,380	(5,858)
Dividends	-	-	(46,782)	(46,782)
<b>At March 31, 2014</b>	<b>403,783</b>	<b>2,243,985</b>	<b>631,724</b>	<b>3,279,492</b>

	Attributable to owners of the parent					Total equity Rs'000
	Stated capital Rs'000	Revaluation and other reserves Rs'000	Retained earnings Rs'000	Total Rs'000	Non-controlling Interest Rs'000	
<b>THE GROUP</b>						
At July 1, 2012	403,783	1,898,822	750,996	3,053,601	700,193	3,753,794
Total comprehensive (loss)/income for the period	-	(75,225)	111,195	35,970	(6,081)	29,889
Dividends	-	-	(38,985)	(38,985)	(32,500)	(71,485)
<b>At March 31, 2013</b>	<b>403,783</b>	<b>1,823,597</b>	<b>823,206</b>	<b>3,050,586</b>	<b>661,612</b>	<b>3,712,198</b>
At July 1, 2013	403,783	2,311,152	861,678	3,576,613	724,651	4,301,264
Total comprehensive (loss)/income for the period	-	(742)	76,821	76,079	(13,336)	62,743
Dividends	-	-	(46,782)	(46,782)	(39,000)	(85,782)
<b>At March 31, 2014</b>	<b>403,783</b>	<b>2,310,410</b>	<b>891,717</b>	<b>3,605,910</b>	<b>672,315</b>	<b>4,278,225</b>

## STATEMENTS OF CASH FLOWS

	THE GROUP			THE COMPANY		
	Unaudited March 31, 2014 Rs'000	Unaudited March 31, 2013 Rs'000	Audited June 30, 2013 Rs'000	Unaudited March 31, 2014 Rs'000	Unaudited March 31, 2013 Rs'000	Audited June 30, 2013 Rs'000
Net cash (used in)/generated from operating activities	(769,233)	291,479	96,135	(440,790)	(29,122)	55,500
Net cash (used in)/generated from investing activities	(11,511)	(1,459)	17,698	(921)	(216)	(420)
Net cash generated from/(used in) financing activities	276,069	100,155	152,911	328,218	(38,985)	(38,985)
(Decrease)/increase in cash and cash equivalents	(504,675)	390,175	266,744	(113,493)	(68,323)	16,095
Cash and cash equivalent at beginning	498,100	231,356	231,356	98,907	82,812	82,812
Cash and cash equivalent at end	(6,575)	621,531	498,100	(14,586)	14,489	98,907
<b>Analysis of cash and cash equivalents</b>						
Cash and cash equivalents	85,747	667,515	543,114	3,336	14,489	98,907
Bank overdrafts	(92,322)	(45,984)	(45,014)	(17,922)	-	-
	(6,575)	621,531	498,100	(14,586)	14,489	98,907

The Unaudited Abridged Interim Financial Statements for the nine months ended March 31, 2014 have been prepared in accordance with International Financial Reporting Standards and using the accounting policies adopted for the year ended June 30, 2013.

**Comment on the results:****Turnover**

The main income drivers of the Group are:

- sale of land through residential/agricultural morcellements;
- dividends from investments;
- sugar proceeds from cane growing activities; and
- rental income from investment property.

A slight decrease has been noted in turnover as compared to the same period last year.

Our subsidiary, SIT Land Holdings Ltd, has two agricultural projects namely Domaine Deux Bras and Domaine Ile d'Ambre for which reservations are still ongoing. Revenues therefrom would be accounted for in the forthcoming quarter upon finalisation of deeds of sale.

As a result of the recent acquisition of investment properties, the Group is now receiving income from rental of these properties.

The sugar price per ton is expected to be lower this year, which shall impact revenues and profitability for the year ending June 30, 2014.

**Profitability**

The fall in the Group's profit is mainly explained by the fall in the share of the results of the Group's associate.

**Prospects**

Our subsidiary, SIT Property Development Ltd, expects to complete its mixed/integrated property project, Aurea Living Harmony, at Cote d'Or before the end of the financial year ending on 30 June 2014. Upon finalisation of title deeds, expected before year end, corresponding revenue would be recognised.

SIT Property Development Ltd has also completed the construction of its building branded as the CORE in November 2013. The building space will be offered for rent and this activity is expected to improve income for the forthcoming financial years.

For and on behalf of the Board of Directors

SIT Corporate and Secretarial Services Ltd  
Date: May 14, 2014