

ENL Limited

ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2018

NAV PER SHARE

Rs 79.87

(Restated 2017: Rs 80.61)

TURNOVER*

Rs 14.6BN

(Restated 2017: Rs 13.2BN)

PROFIT*

Rs 1,299M

(Restated 2017: Rs 1,293M)

EARNINGS PER SHARE*

Rs 2.31

(Restated 2017: Rs 2.24)

* from continuing operations

1. CONDENSED STATEMENTS OF FINANCIAL POSITION

	June 30, 2018	June 30, 2017 Restated	June 30, 2016 Restated
	Rs'000	Rs'000	Rs'000
ASSETS			
Non-current assets			
Property, plant and equipment	21,593,450	21,402,593	19,620,685
Investment properties	21,185,687	20,105,315	18,078,168
Investments in associated companies and jointly controlled entities	9,352,530	8,622,738	8,099,422
Other non-current assets	3,322,171	3,110,037	2,910,926
	55,453,838	53,240,683	48,709,201
Current assets	7,686,430	6,908,841	8,330,736
Assets classified as held-for-sale	415,849	76,224	50,187
Total assets	63,556,117	60,225,748	57,090,124

EQUITY AND LIABILITIES

Equity and reserves			
Equity holders' interests	17,079,521	17,237,559	16,531,388
Non-controlling interests	19,327,141	18,862,372	17,454,263
Total equity and reserves	36,406,662	36,099,931	33,985,651
Non-current liabilities	18,949,662	15,208,871	14,012,399
Current liabilities	7,947,735	8,916,946	9,092,074
Liabilities associated with assets classified as held for sale	252,058	-	-
Total equity and liabilities	63,556,117	60,225,748	57,090,124

3. CONDENSED CASH FLOW STATEMENTS

	Year ended June 30, 2018	Year ended June 30, 2017
	Rs'000	Rs'000
Net cash flows from operating activities	1,433,698	1,623,056
Net cash flows from investing activities	(1,515,025)	(1,851,981)
Net cash flows from financing activities	658,697	(309,956)
Net movement in cash and cash equivalents	577,370	(538,881)
Opening cash and cash equivalents	(344,492)	194,985
Effects of exchange rate changes	(11,458)	(596)
Closing cash and cash equivalents	221,420	(344,492)

4. SEGMENTAL INFORMATION ON CONTINUING OPERATIONS

TURNOVER

Agro-industry	
Commerce and industry	
Real estate	
Land and investment	
Hospitality	
Logistics	
Fintech	
Corporate office	

SEGMENT RESULTS AFTER TAXATION

Agro-industry	
Commerce and industry	
Real estate	
Land and investment	
Hospitality	
Logistics	
Fintech	
Corporate office	

5. CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the parent				Total	Non-controlling interests	Total
	Share capital	Associated companies	Fair value and other reserves	Retained earnings			
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At July 1, 2017 as previously stated	2,138,400	1,497,401	7,097,047	6,455,101	17,187,949	18,945,636	36,133,585
Correction of prior period	-	-	54,482	(4,872)	49,610	(83,264)	(33,654)
As restated	2,138,400	1,497,401	7,151,529	6,450,229	17,237,559	18,862,372	36,099,931
Issue of shares in subsidiaries to non-controlling shareholders	-	-	-	-	-	233,027	233,027
Acquisition and deconsolidation of group companies	-	-	-	-	-	88,268	88,268
Effect of change in ownership interest not resulting in loss of control	-	(2,752)	(289,681)	14,884	(277,549)	(53,666)	(331,215)
Movement in reserves	-	40,766	-	(805)	39,961	275,556	315,517
Transfers	-	27,280	(17,883)	(9,397)	-	-	-
Profit for the year	-	164,489	-	224,637	389,126	757,070	1,146,196
Other comprehensive income for the year	-	(93,068)	(59,785)	(7,035)	(159,888)	(243,326)	(403,214)
Dividends	-	-	-	(149,688)	(149,688)	-	(149,688)
Dividends paid by subsidiaries and associates to non-controlling shareholders	-	-	-	-	-	(592,160)	(592,160)
At June 30, 2018	2,138,400	1,634,116	6,784,180	6,522,825	17,079,521	19,327,141	36,406,662
At July 1, 2016 as previously stated	2,138,400	1,568,937	6,535,317	6,229,295	16,471,949	17,528,561	34,000,510
Correction of prior period	-	-	57,919	1,520	59,439	(74,298)	(14,859)
As restated	2,138,400	1,568,937	6,593,236	6,230,815	16,531,388	17,454,263	33,985,651
Issue of shares in subsidiaries to non-controlling shareholders	-	-	-	-	-	137,200	137,200
Net assets of subsidiary at date of acquisition attributable to non-controlling shareholders	-	-	-	-	-	14,259	14,259
Acquisition and deconsolidation of group companies	-	(1,076)	2,814	6,124	7,862	(37,914)	(30,052)
Effect of change in ownership interest not resulting in loss of control	-	(4,759)	(27,022)	(77,919)	(109,700)	60,186	(49,514)
Transfers	-	(6,511)	(31,762)	35,501	(2,772)	(5,602)	(8,374)
Profit for the year	-	9,636	-	446,928	456,564	803,226	1,259,790
Other comprehensive income for the year	-	(68,826)	614,263	(43,670)	501,767	824,740	1,326,507
Dividends	-	-	-	(147,550)	(147,550)	-	(147,550)
Dividends paid by subsidiaries and associates to non-controlling shareholders	-	-	-	-	-	(387,986)	(387,986)
At June 30, 2017	2,138,400	1,497,401	7,151,529	6,450,229	17,237,559	18,862,372	36,099,931

2. CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Year ended June 30, 2018	Year ended June 30, 2017 Restated
	Rs'000	Rs'000
Continuing operations		
Turnover	14,601,953	13,233,521
Operating profit	959,075	1,002,125
Fair value gain on revaluation of investment properties	1,089,170	1,134,101
Fair value (loss)/gain on held for trading securities	(2,123)	8,132
Profit on sale of land and investments	177,665	81,683
Loss on disposal of subsidiary companies	(39,838)	-
Impairment of goodwill, intangible assets and investments	(38,009)	(5,455)
Excess of fair value of the share of net assets over acquisition price	31,744	124,090
Share of profits less losses of associated companies and jointly controlled entities	366,997	113,019
Finance costs	(1,022,222)	(979,149)
Profit before taxation	1,522,459	1,478,546
Income tax expense	(223,426)	(185,863)
Profit for the year from continuing operations	1,299,033	1,292,683
Discontinuing operations		
Post tax loss from discontinuing operations	(152,837)	(32,893)
Profit for the year	1,146,196	1,259,790
Other comprehensive income		
Fair value adjustments on available for sale financial assets	(55,758)	71,496
Release to income on disposal of investments	(53,588)	3,833
Remeasurement of post employment benefit obligations net of deferred tax	(13,176)	(42,291)
Currency translation	(9,944)	(17,932)
Revaluation surplus on property, plant and equipment net of deferred tax	(46,421)	1,429,220
Share of comprehensive income of associates	(224,327)	(117,819)
Other comprehensive income for the year	(403,214)	1,326,507
Total comprehensive income for the year	742,982	2,586,297
Profit for the year attributable to:		
Equity holders of the company	389,126	456,564
Non-controlling interests	757,070	803,226
	1,146,196	1,259,790
Total comprehensive income attributable to:		
Equity holders of the company	229,238	958,331
Non-controlling interests	513,744	1,627,966
	742,982	2,586,297

Per share data

Earnings attributable to equity holders of the company from continuing activities (Rs'000)	494,759	478,804
Loss attributable to equity holders of the company from discontinuing activities (Rs'000)	(105,633)	(22,240)
Number of shares in issue ('000)	213,840	213,840
Basic earnings per share from continuing activities (Rs)	2.31	2.24
Basic earnings per share from discontinuing activities (Rs)	(0.49)	(0.10)
Dividend per share (Rs)	0.70	0.69
Net asset value per share (Rs)	79.87	80.61

COMMENTS ON THE FINANCIAL STATEMENTS

Group turnover increased by 10% for the year under review, driven by the commerce, hospitality and real estate segments. The increased sales of new vehicles underpinned the good results of the commerce and industry segment; hospitality benefitted from the continued buoyancy of the tourism sector whilst real estate was impacted positively by the continued good performance of the shopping malls and sale of residential land. Operating profits decreased by 4% affected by the losses suffered by the sugar activities resulting mainly from a significantly lower sugar price coupled with a reduced sugar tonnage.

In spite of the losses suffered by the sugar activities, profit before taxation from continuing activities increased by 4% over last year due to higher profit on sale of land and investments and a significant increase in the share of profit of associated companies. The Ecolisia and Swan groups continued to post strong results whilst New Mauritius Hotels incurred significantly reduced losses for the twelve months ended 30 June 2018.

OUTLOOK

Agro-industry will continue to be impacted by the exceptionally low level of sugar prices prevailing on the world market. Government has announced measures in support of the sugar producers to the tune of Rs 2,500 per tonne of sugar, resulting in a price of around Rs 12,500 per tonne. This price falls short of the Rs 17,000 acknowledged as the level required for a sustainable sugar sector and the industry will therefore have to find further solutions to ensure its viability.

The outlook for all our other operations for the coming year looks promising and all segments are expected to improve on last year's results.

CORPORATE DEVELOPMENT

ENL Ltd is considering an amalgamation with ENL Commercial, ENL Finance, ENL Land and La Sablonnière as previously announced. Shareholders will be kept apprised of progress made.

By order of the Board
Preety Gopaul, ACIS
Company Secretary

27 September 2018

Notes:

The above audited abridged financial statements for the year ended 30 June 2018 have been prepared in compliance with International Financial Reporting Standards and have been audited by BDO & Co.

The financial statements are issued pursuant to DEM Rule 18 and Section 88 of the Securities Act 2005.

Copies of the full audited financial statements are available to the public, free of charge, at the Registered Office of the Company at ENL House, Vivéa Business Park, Moka.

Copies of the statement of direct and indirect interests of the senior officers of the Company pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 are available free of charge to the public upon request to the Company Secretary at the registered office of the Company at ENL House, Vivéa Business Park, Moka.

The Board of Directors of ENL Limited accepts full responsibility for the accuracy of the information contained in this communiqué.

Visit our website: www.enl.mu/investors/enl-limited

Contact us on investors@enl.mu

