

ENL Commercial Limited

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2018

TURNOVER
Rs 902M
(2017: Rs 767M)

OPERATING PROFIT
Rs 29M
(2017: Rs 26M)

PROFIT FOR THE PERIOD
Rs 16M
(2017: Rs 6M)

EARNINGS PER SHARE
Rs 0.55
(2017: Rs 0.20)

1. CONDENSED STATEMENTS OF FINANCIAL POSITION

	Sept 30, 2018	June 30, 2018
	Rs'000	Restated Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	770,849	768,273
Investment properties	69,917	69,917
Investments and others	185,269	182,544
	1,026,035	1,020,734
Current assets	1,450,272	1,468,650
Total assets	2,476,307	2,489,384
EQUITY AND LIABILITIES		
Equity and reserves		
Equity holders' interests	763,327	745,674
Non-controlling interests	(35)	9
Total equity and reserves	763,292	745,683
Non-current liabilities	876,833	874,828
Current liabilities	836,182	868,873
Total equity and liabilities	2,476,307	2,489,384

3. CONDENSED CASH FLOW STATEMENTS

	Period ended Sept 30, 2018	Period ended Sept 30, 2017
	Rs'000	Rs'000
Net cash flows from operating activities	11,180	51,829
Net cash flows from investing activities	32,546	(15,655)
Net cash flows from financing activities	(47,553)	(27,836)
Net movement in cash and cash equivalents	(3,827)	8,338
Opening cash and cash equivalents	(168,336)	(218,241)
Closing cash and cash equivalents	(172,163)	(209,903)

4. SEGMENTAL INFORMATION

	Period ended Sept 30, 2018	Period ended Sept 30, 2017
	Rs'000	Rs'000
TURNOVER		
Automotive	700,021	576,859
Trading and services	87,092	75,441
Industry and manufacturing	112,657	111,910
Real estate	1,533	1,649
Corporate office	278	734
	901,581	766,593
SEGMENT RESULTS AFTER TAXATION		
Automotive	21,746	15,327
Trading and services	11,314	4,282
Industry and manufacturing	(6,845)	(4,393)
Real estate	(1,566)	(1,101)
Corporate office	(8,557)	(8,174)
	16,092	5,941

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, 2018	177,960	50,067	162,262	354,957	745,246	9	745,255
Prior period adjustment (straightlining of rental)	-	(429)	-	857	428	-	428
As restated	177,960	49,638	162,262	355,814	745,674	9	745,683
Profit/(loss) for the period	-	1,040	-	15,096	16,136	(44)	16,092
Other comprehensive income for the period	-	1,517	-	-	1,517	-	1,517
At Sept 30, 2018	177,960	52,195	162,262	370,910	763,327	(35)	763,292
At July 1, 2017	177,960	30,453	162,263	321,866	692,542	26	692,568
Transfers	-	-	(6)	6	-	-	-
Profit/(loss) for the period	-	2,092	-	3,882	5,974	(33)	5,941
Other comprehensive income for the period	-	577	-	-	577	-	577
At Sept 30, 2017	177,960	33,122	162,257	325,754	699,093	(7)	699,086

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

	Period ended Sept 30, 2018	Period ended Sept 30, 2017
	Rs'000	Rs'000
Turnover	901,581	766,593
Operating profit	29,281	25,541
Fair value adjustments on held for trading securities	(125)	(312)
Loss on disposal of subsidiary	-	(423)
Share of profits less losses of associated companies	8,161	5,467
Finance costs	(19,025)	(22,582)
Profit before taxation	18,292	7,691
Income tax expense	(2,200)	(1,750)
Profit for the period	16,092	5,941
Other comprehensive income		
Share of comprehensive income of associates	1,517	577
Other comprehensive income for the period	1,517	577
Total comprehensive income for the period	17,609	6,518
Profit for the period attributable to:		
Equity holders of the company	16,136	5,974
Non-controlling interests	(44)	(33)
	16,092	5,941
Total comprehensive income for the period attributable to:		
Equity holders of the company	17,653	6,551
Non-controlling interests	(44)	(33)
	17,609	6,518

Per share data

Profit attributable to equity holders of the company (Rs'000)	16,136	5,974
Number of shares in issue ('000)	29,173	29,173
Earnings per share (Rs)	0.55	0.20
Net asset value per share (Sept 30, 2018/June 30, 2018) (Rs)	26.17	25.55

COMMENTS ON THE FINANCIAL STATEMENTS

The Group posted a good set of results for the quarter, with turnover up by 18% and profit after tax of Rs 16m as against Rs 6m last year.

Automotive

Automotive was the main driver behind the good results achieved by the Group. Turnover increased by 21% mainly on the back of higher sales of new vehicles. This good sales performance, coupled with efficiency gains in the aftersales departments, impacted positively profit after taxation which increased by 42%.

Trading and services

The activities of the segment, geared mainly towards the construction industry, benefitted from the actual buoyancy prevailing in this sector. Turnover amounted to Rs 87m, an increase of 15% compared with the same period last year, with operating profits of Rs 4m (nil in 2017). The associated companies continued to perform well and thus segment profit after taxation increased from Rs 4m to Rs 11m for the quarter ended 30 September 2018.

Industry and manufacturing

Segment turnover was similar to last year's with losses after taxation increasing from Rs 4m to Rs 7m. This segment is traditionally loss making during the first quarter given the seasonality of the activities.

OUTLOOK

The Group is well poised to benefit from the favourable market conditions prevailing in some sectors of activity and is expected to post increased profits for the coming quarters.

CORPORATE DEVELOPMENT

The Board of Directors has approved the proposed amalgamation with ENL Land, ENL Finance, ENL Limited and La Sablonnière and has recommended its approval at the forthcoming special meeting of shareholders.

By order of the Board
ENL Limited
Company Secretary

13 November 2018

Notes:

The interim financial statements to September 30, 2018 are unaudited. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended June 30, 2018.

These condensed financial statements are issued pursuant to Listing Rules 12.20 and 12.21 and section 88 of the Securities Act 2005.

Copies of this report are available free of charge to the public 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 Commercial Limited accepts full responsibility for the accuracy of the information contained in this communiqué.

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

Contact us on investors@enl.mu

