

ENL Limited

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

NAV PER SHARE
Rs 79.76
(June 2018: Rs 79.87)

TURNOVER*
Rs 3.8BN
(2017: Rs 3.2BN)

OPERATING PROFIT*
Rs 338M
(2017: Rs 115M)

PROFIT FOR THE PERIOD*
Rs 63M
(2017: Rs 194M Loss)

* from continuing operations

1. CONDENSED STATEMENTS OF FINANCIAL POSITION

	Sept 30, 2018	June 30, 2018
	Rs'000	Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	21,578,117	21,593,450
Investment properties	21,230,721	21,185,687
Investments in associated companies and jointly controlled entities	9,343,229	9,352,530
Other non-current assets	3,527,494	3,322,171
	55,679,561	55,453,838
Current assets	7,958,091	7,686,430
Assets classified as held-for-sale	155,774	415,849
Total assets	63,793,426	63,556,117
EQUITY AND LIABILITIES		
Equity and reserves		
Equity holders' interests	17,055,874	17,079,521
Non-controlling interests	19,475,824	19,327,141
Total equity and reserves	36,531,698	36,406,662
Non-current liabilities	19,312,158	18,949,662
Current liabilities	7,946,399	7,947,735
Liabilities associated with assets classified as held for sale	3,171	252,058
Total equity and liabilities	63,793,426	63,556,117

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	(166,177)	(118,534)
Net cash flows from investing activities	(220,372)	(260,992)
Net cash flows from financing activities	81,002	632,685
Net movement in cash and cash equivalents	(305,547)	253,159
Opening cash and cash equivalents	221,420	(344,490)
Effects of exchange rate changes	(43)	1,664
Closing cash and cash equivalents	(84,170)	(89,667)

4. SEGMENTAL INFORMATION ON CONTINUING OPERATIONS

	Period ended Sept 30, 2018	Period ended Sept 30, 2017
	Rs'000	Rs'000
TURNOVER		
Agro-industry	309,731	332,371
Commerce and industry	872,633	760,171
Real estate	654,052	518,023
Land and investment	5,230	19,905
Hospitality	809,744	552,492
Logistics	934,146	913,623
Fintech	212,610	148,661
Corporate office	1,035	1,325
	3,799,181	3,246,571
SEGMENT RESULTS AFTER TAXATION		
Agro-industry	49,398	85,950
Commerce and industry	18,693	6,463
Real estate	164,124	48,763
Land and investment	(110,950)	(102,578)
Hospitality	(120,642)	(283,420)
Logistics	44,297	36,980
Fintech	18,160	6,530
Corporate office	54	7,226
	63,134	(194,086)

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	2,138,400	1,634,116	6,784,180	6,522,825	17,079,521	19,327,141	36,406,662
Issue of shares in subsidiaries to non-controlling shareholders	-	-	-	-	-	108,522	108,522
Effect of change in ownership interest not resulting in loss of control	-	7,531	(18,051)	9,651	(869)	23,999	23,130
Transfers	-	2,452	(3,054)	602	-	-	-
(Loss)/profit for the period	-	(25,005)	-	36,000	10,995	52,139	63,134
Other comprehensive income for the period	-	(29,197)	(4,864)	288	(33,773)	(30,622)	(64,395)
Dividends paid by subsidiaries and associates to non-controlling shareholders	-	-	-	-	-	(5,355)	(5,355)
At Sept 30, 2018	2,138,400	1,589,897	6,758,211	6,569,366	17,055,874	19,475,824	36,531,698
At July 1, 2017	2,138,400	1,497,401	7,151,529	6,450,229	17,237,559	18,862,372	36,099,931
Effect of change in ownership interest not resulting in loss of control	-	(167)	(100,991)	15,035	(86,123)	14,253	(71,870)
Transfers	-	-	(2,967)	2,967	-	-	-
Loss for the period	-	(14,215)	-	(120,607)	(134,822)	(101,416)	(236,238)
Other comprehensive income for the period	-	10,088	23,131	-	33,219	22,281	55,500
Dividends paid by subsidiaries and associates to non-controlling shareholders	-	-	-	-	-	(21,127)	(21,127)
At Sept 30, 2017	2,138,400	1,493,107	7,070,702	6,347,624	17,049,833	18,776,363	35,826,196

COMMENTS ON THE FINANCIAL STATEMENTS

The Group posted a good set of results for the quarter under review with progression noted across all operating segments save agro-industry which continues to be affected by the low sugar price. This performance was driven by hospitality, real estate, fintech and commerce & industry with turnover increasing by 17% and operating profits of Rs 338m compared with Rs 115m last year.

The Group amalgamated Cogir with Building and Civil Engineering, effective 1 July 2018 and the deemed disposal resulted in a profit of Rs 70m. Profit after taxation amounted to Rs 63m as against a loss of Rs 236m for the previous year.

The first quarter is traditionally the low season for the hotel sector with losses generally incurred. However, turnover was up 46% over last year's when three hotels were closed for renovation and losses were reduced from Rs 283m to Rs 121m.

Real estate continued to perform well on the back of the development of Moka Smart City and the positive impact of So'Flo which opened in November 2017. The commercial centres and office portfolio also continued to post good results with very low vacancies across all the properties.

Commerce and industry recorded an 18% increase in turnover, driven by higher sales of new vehicles. Profit after taxation amounted to Rs 19m compared with Rs 6m last year.

Fintech posted higher profits for the quarter with improvements noted for all the various activities encompassed within the segment. The consolidation of Globefin, acquired in October 2017, also contributed to the increased profitability.

OUTLOOK

All operational segments, save the sugar sector, should benefit from the buoyancy in their sector of activity and the Group expects to post improved results for the coming quarter.

CORPORATE DEVELOPMENT

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

By order of the Board
Preety Gopaul, ACIS
Company Secretary

15 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.

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

Copies of this report 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

