

TERRA MAURICIA LTD

Terra Mauricia Ltd is a public limited company incorporated and domiciled in Mauritius and listed on the Official List of The Stock Exchange of Mauritius Ltd since January 1, 2012. The address of its registered office is 18, Edith Cavell Street, Port Louis.

GROUP ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

GROUP ABRIDGED AUDITED STATEMENTS OF FINANCIAL POSITION

	THE GROUP 2014 MUR'M	THE GROUP RESTATED 2013 MUR'M	THE GROUP RESTATED 2012 MUR'M
ASSETS			
Non-current assets	18,223.7	17,829.5	17,099.1
Current assets	2,095.4	2,267.6	2,195.1
Non-current asset classified as held for sale	146.3	85.0	22.9
Total assets	20,465.4	20,182.1	19,317.1

EQUITY AND LIABILITIES

Capital and reserves			
Owners' interest	16,501.9	16,354.7	16,361.8
Non-controlling interests	957.5	945.9	959.2
Total equity	17,459.4	17,300.6	17,321.0
Non-current liabilities	1,117.8	783.2	657.0
Current liabilities	1,881.8	2,091.9	1,338.8
Liabilities directly associated with non-current assets classified as held for sale	6.4	6.4	0.3
Total equity and liabilities	20,465.4	20,182.1	19,317.1

GROUP ABRIDGED AUDITED STATEMENTS OF PROFIT OR LOSS

	THE GROUP 2014 MUR'M	THE GROUP RESTATED 2013 MUR'M
Turnover	3,905.4	4,078.0
Profit before finance costs, exceptional item and share of results of associates	70.2	305.4
Finance costs	(66.8)	(25.0)
Reversal of impairment of associate	166.3	-
Share of results of associate	296.5	232.3
Profit before taxation	466.2	512.7
Taxation	(34.0)	(46.6)
Profit for the year	432.2	466.1

Profit attributable to:

	THE GROUP	THE GROUP RESTATED
Owners of the parent	317.3	358.8
Non-controlling interests	114.9	107.3
	432.2	466.1

DATA PER SHARE

EARNINGS PER SHARE - MUR	1.39	1.58
NET ASSETS PER SHARE - MUR	72.52	71.87
NUMBER OF ORDINARY SHARES AT YEAR END	227,545,624	227,545,624

GROUP ABRIDGED AUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP 2014 MUR'M	THE GROUP RESTATED 2013 MUR'M
Profit for the year	432.2	466.1
Other comprehensive income for the year	18.5	(180.8)
Total comprehensive income for the year net of tax	450.7	285.3
Total comprehensive income attributable to:		
Owners of the parent	330.8	192.4
Non-controlling interests	119.9	92.9
	450.7	285.3

The abridged financial statements have been audited by Messrs BDO & Co, Chartered Accountants.

These abridged audited financial statements are issued pursuant to Listing Rule 12.14 and Securities Act 2005. The Board of Directors of Terra Mauricia Ltd accepts full responsibility for the accuracy of the information contained in these financial statements.

The statement of direct and indirect interests of officers of the company required under rule 8(2) (m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.

Copies of the abridged audited financial statements are available, free of charge, upon request addressed to the Company Secretary, Terra Services Ltd, 18, Edith Cavell Street, Port-Louis.

By order of the Board of Directors
Terra Services Ltd
Secretary

April 30, 2015

GROUP ABRIDGED AUDITED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the parent					Non-controlling interests MUR'M	Total Equity MUR'M
	Stated Capital MUR'M	Revaluation and Other Reserves MUR'M	Retained Earnings MUR'M	Total MUR'M			
At January 1, 2014							
-as previously reported	11,976.0	3,945.4	542.4	16,463.8	949.3	17,413.1	
-Net SIFP 1 liabilities	-	(26.9)	(82.2)	(109.1)	(3.4)	(112.5)	
-as restated	11,976.0	3,918.5	460.2	16,354.7	945.9	17,300.6	
Total comprehensive income for the year	-	13.5	317.3	330.8	119.9	450.7	
Release of deferred tax on excess depreciation over historical cost depreciation	-	2.3	-	2.3	-	2.3	
Release on disposal of land	-	(4.0)	4.0	-	-	-	
Movement in reserves	-	(3.9)	-	(3.9)	(0.3)	(4.2)	
Dividends	-	-	(182.0)	(182.0)	(108.0)	(290.0)	
Balance as at December 31, 2014	11,976.0	3,926.4	599.5	16,501.9	957.5	17,459.4	

THE GROUP	Attributable to owners of the parent					Non-controlling interests MUR'M	Total Equity MUR'M
	Stated Capital MUR'M	Revaluation and Other Reserves MUR'M	Retained Earnings MUR'M	Total MUR'M			
At January 1, 2013							
-as previously reported	11,976.0	4,139.7	322.0	16,437.7	961.7	17,399.4	
-Net SIFP 1 liabilities	-	-	(75.9)	(75.9)	(2.5)	(78.4)	
-as restated	11,976.0	4,139.7	246.1	16,361.8	959.2	17,321.0	
Total comprehensive income for the year	-	(166.4)	358.8	192.4	92.9	285.3	
Release of deferred tax on excess depreciation over historical cost depreciation	-	3.4	-	3.4	-	3.4	
Release on disposal of land	-	(37.3)	37.3	-	-	-	
Non-controlling interest arising on acquisition of subsidiary companies	-	-	-	-	0.8	0.8	
Movement in reserves	-	(20.9)	-	(20.9)	1.2	(19.7)	
Dividends	-	-	(182.0)	(182.0)	(108.2)	(290.2)	
Balance as at December 31, 2013	11,976.0	3,918.5	460.2	16,354.7	945.9	17,300.6	

GROUP ABRIDGED AUDITED CASH FLOW STATEMENT

	THE GROUP 2014 MUR'M	THE GROUP 2013 MUR'M
Net cash from operating activities	212.0	498.5
Net cash used in investing activities	(286.6)	(867.9)
Net cash from financing activities	82.5	577.9
Increase in cash and cash equivalents	7.9	208.5
Movements in cash and cash equivalents		
At January, 1	(49.5)	(258.0)
Increase	7.9	208.5
At December, 31	(41.6)	(49.5)

NOTES

1. The abridged audited financial statements for the year ended December 31, 2014 are audited and have been prepared in line with International Financial Reporting Standards, except for the adoption of the relevant amendments to published Standards, Standards and Interpretations issued, now effective.

2. SEGMENT INFORMATION

Terra Mauricia Ltd segments are strategic business units that offer different products and services.

	SUGAR	ENERGY	BRANDS	OTHERS	TOTAL
THE GROUP 2014	MUR'M	MUR'M	MUR'M	MUR'M	MUR'M
External sales	980.2	1,119.8	1,593.0	212.4	3,905.4
Segment (loss)/profit	(270.2)	250.4	68.9	21.1	70.2
Share of results of associates	92.5	-	33.6	170.4	296.5
(Loss)/profit after tax	(57.2)	212.9	89.6	186.9	432.2

THE GROUP 2013

External sales	1,263.6	1,102.1	1,492.5	219.8	4,078.0
Segment profit	3.0	160.1	102.3	40.0	305.4
Share of results of associates	74.4	-	29.6	128.3	232.3
Profit after tax	53.7	132.4	115.0	165.0	466.1

3. BRIEF REVIEW OF THE ACTIVITIES AND RESULTS

GROUP RESULTS

While group turnover was down 4% on last year, profits dropped to MUR 432.2 M. This was after accounting for share of results of associates and a reversal of impairment aggregating MUR 462.8 M. Profits from group operations thus took a severe knock in 2014, attributable almost wholly to the sugar cluster which suffered a MUR 4,000/ton drop in sugar prices - only partially mitigated by a one off SIFB compensation of MUR 2,000/ton.

Net assets per share increased slightly to MUR 72.52.

SUGAR

The reported loss of MUR 57.2 M by our sugar segment would have been much more severe had it not been for a MUR 258.8 M positive contribution from our Ivorian associate, Sucrivoire.

Indeed, local sugar fared very badly in 2014 not only for reasons stated above, but also on account of poor overall yields brought about by an exceptionally long crop, itself in good part the consequence of a nationwide strike in the sugar industry.

ENERGY

The segment performed particularly well in 2014 as a result of a record electricity off-take on the part of CEB, a favourable bagasse/coal mix, high operating efficiencies and stringent cost control measures. Above average results were thus achieved for the year.

BRANDS

The drop in this cluster's results is mainly attributable to the lack-lustre performance of the distilling operations which suffered a loss on account of low sales locally, a weak export market and abnormally low distilling yields and efficiencies. Commercial activities performed rather well although adverse market conditions kept eroding margins.

OTHERS

Our associates performed well on the whole, improving our share of after tax profits by MUR 21.9 M to MUR 186.9 M.

PROSPECTS

Once again the performance of our sugar segment is likely to cast a dark shadow on overall group performance. While virtually all subsidiaries and associates should be profitable in 2015, yet our sugar activities are expected to make a loss in 2015, albeit lower than last year. It is however too early in the year to estimate such loss.

In any case, bold and innovative measures need to be taken by the authorities and the industry itself if it is to be viable in the medium to long term.