

# THE BEE EQUITY PARTNERS LTD (FORMERLY KNOWN AS FORWARD INVESTMENT AND DEVELOPMENT ENTERPRISES LIMITED) AND ITS SUBSIDIARY COMPANIES

ABRIDGED AUDITED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

Business Registration Number: C07002403

## ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.06.2016	As at 30.06.2015	As at 30.06.2016	As at 30.06.2015
	Audited	Audited	Audited	Audited
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	70,126	62,781	-	-
Intangible assets	140	34	-	-
Investments and others	373,927	1,317,531	464,364	1,414,431
	444,193	1,380,346	464,364	1,414,431
<b>Current assets</b>				
Total assets	548,461	1,503,590	532,308	1,499,323
<b>EQUITY AND LIABILITIES</b>				
Equity and reserves	506,630	1,460,158	528,926	1,494,989
Non-controlling interests	17,223	15,009	-	-
<b>Total equity and reserves</b>	523,853	1,475,167	528,926	1,494,989
<b>Non-current liabilities</b>				
Current liabilities	14,573	9,352	-	-
	10,035	19,071	3,382	4,334
<b>Total equity and liabilities</b>	548,461	1,503,590	532,308	1,499,323

## ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the Company				
	Stated capital	Revaluation and other reserves	Retained earnings	Total	Non-controlling interests
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 1 July 2014	8,821	593,809	839,264	1,441,894	15,247
Profit for the year	-	-	7,376	7,376	4,480
Other comprehensive income/(loss) for the year	-	28,581	(51)	28,530	(336)
Total comprehensive income for the year	-	28,581	7,325	35,906	4,144
Dividends	-	-	(17,642)	(17,642)	(4,382)
<b>At 30 June 2015</b>	<b>8,821</b>	<b>622,390</b>	<b>828,947</b>	<b>1,460,158</b>	<b>15,009</b>
At 1 July 2015	8,821	622,390	828,947	1,460,158	15,009
Profit for the year	-	-	400,305	400,305	2,438
Other comprehensive (loss)/income for the year	-	(467,162)	602	(466,560)	146
Total comprehensive (loss)/income for the year	-	(467,162)	400,907	(66,255)	2,584
Acquisition of subsidiary	-	-	-	-	1,820
Dividends	-	-	(887,273)	(887,273)	(2,190)
<b>At 30 June 2016</b>	<b>8,821</b>	<b>155,228</b>	<b>342,581</b>	<b>506,630</b>	<b>17,223</b>

## ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	12 months to 30.06.2016	12 months to 30.06.2015	12 months to 30.06.2016	12 months to 30.06.2015
	Audited	Audited	Audited	Audited
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	111,466	148,230	20,695	48,774
Operating expenses	(79,028)	(80,971)	-	-
<b>Operating profit</b>	<b>32,438</b>	<b>67,259</b>	<b>20,695</b>	<b>48,774</b>
Other operating income	455,975	16,856	455,074	14,333
Impairment on investment	(3,552)	-	(58,042)	(91,622)
Distribution costs	(923)	(1,004)	-	-
Administrative expenses	(24,278)	(25,486)	(18,429)	(14,831)
Finance costs	(2)	(10)	-	(4)
Share of loss of associates	(54,490)	(39,086)	-	-
<b>Profit/(loss) before taxation</b>	<b>405,168</b>	<b>18,529</b>	<b>399,298</b>	<b>(43,350)</b>
Taxation	(2,425)	(6,673)	537	(2,215)
<b>Profit/(loss) for the year</b>	<b>402,743</b>	<b>11,856</b>	<b>399,835</b>	<b>(45,565)</b>
<b>Attributable to:</b>				
Owners of the Company	400,305	7,376	399,298	(45,565)
Non-controlling interests	2,438	4,480	-	-
	402,743	11,856	399,298	(45,565)
<b>Other Comprehensive income, net of income tax:</b>				
Items that may be reclassified subsequently to profit or loss:				
(Decrease)/increase in fair value of securities	(17,189)	34,874	(28,652)	34,176
Revaluation surplus realised on disposal of available-for-sale securities	(449,973)	(6,618)	(449,973)	(4,954)
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit obligations	880	(74)	-	-
Deferred tax on remeasurement of retirement benefit obligations	(132)	12	-	-
<b>Total Comprehensive (loss)/income for the period</b>	<b>(63,671)</b>	<b>40,050</b>	<b>(78,790)</b>	<b>(16,343)</b>
<b>Total Comprehensive (loss)/income attributable to:</b>				
Owners of the Company	(66,255)	35,906	(78,790)	(16,343)
Non-controlling interests	2,584	4,144	-	-
	(63,671)	40,050	(78,790)	(16,343)
<b>Earnings per share</b>	<b>45.38</b>	<b>0.84</b>		

## ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	12 months to 30.06.2016	12 months to 30.06.2015	12 months to 30.06.2016	12 months to 30.06.2015
	Audited	Audited	Audited	Audited
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from operating activities	20,694	37,895	7,613	31,682
Net cash used in investing activities	(56,387)	(37,678)	(52,919)	(38,377)
Net cash used in financing activities	(370)	(22,024)	-	(17,642)
Net decrease in cash and cash equivalents	(36,063)	(21,807)	(45,306)	(24,337)
Opening cash and cash equivalents	73,068	94,875	75,909	100,246
Closing cash and cash equivalents	37,005	73,068	30,603	75,909

## SEGMENT INFORMATION

	12 months to 30.06.2016				12 months to 30.06.2015			
	Audited				Audited			
	Building and Engineering	Properties	Financial Services	Total	Building and Engineering	Properties	Financial Services	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	99,830	-	11,636	111,466	117,574	-	30,656	148,230
Operating expenses	(79,028)	-	-	(79,028)	(80,971)	-	-	(80,971)
<b>Operating profit</b>	<b>20,802</b>	<b>-</b>	<b>11,636</b>	<b>32,438</b>	<b>36,603</b>	<b>-</b>	<b>30,656</b>	<b>67,259</b>
Other operating income	900	1	455,975	455,975	2,523	-	14,333	16,856
Distribution costs	(923)	-	-	(923)	(1,004)	-	-	(1,004)
Impairment losses on investments	-	-	(3,552)	(3,552)	-	-	-	-
Administrative expenses	(5,711)	(138)	(18,429)	(24,278)	(10,655)	-	(14,831)	(25,486)
Profit/(loss) before finance costs	15,068	(137)	444,729	459,660	27,467	-	30,158	57,625
Finance costs	(2)	-	-	(2)	(6)	-	(4)	(10)
Share of loss in associates	-	-	(54,490)	(54,490)	-	-	(39,086)	(39,086)
<b>Profit/(loss) before taxation</b>	<b>15,066</b>	<b>(137)</b>	<b>390,239</b>	<b>405,168</b>	<b>27,461</b>	<b>-</b>	<b>(8,932)</b>	<b>18,529</b>

## THE COMPANY

THE COMPANY	Stated capital	Revaluation and other reserves	Retained earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
	At 1 July 2014	8,821	648,107	872,046
Loss for the year	-	-	(45,565)	(45,565)
Other comprehensive income for the year	-	29,222	-	29,222
Total comprehensive income/(loss) for the year	-	29,222	(45,565)	(16,343)
Dividends	-	-	(17,642)	(17,642)
<b>At 30 June 2015</b>	<b>8,821</b>	<b>677,329</b>	<b>808,839</b>	<b>1,494,989</b>
At 1 July 2015	8,821	677,329	808,839	1,494,989
Profit for the year	-	-	399,835	399,835
Other comprehensive loss for the year	-	(478,625)	-	(478,625)
Total comprehensive (loss)/income for the year	-	(478,625)	399,835	(78,790)
Dividends	-	-	(887,273)	(887,273)
<b>At 30 June 2016</b>	<b>8,821</b>	<b>198,704</b>	<b>321,401</b>	<b>528,926</b>

## NOTES

### 1. ABRIDGED AUDITED ANNUAL FINANCIAL STATEMENTS

The abridged audited annual financial statements have been prepared using the same accounting policies and methods of computation followed as per the statutory financial statements of the Group for the year ended 30 June 2016.

### 2. ACTIVITIES AND RESULTS

The main activity of The Bee Equity Partners Ltd (The Bee) is to hold and manage a diversified portfolio of investments. The portfolio includes a majority stake of 80.53% in Flacq Associated Stonemasters Limited (FAST) which is involved in the production and sale of aggregates and bricks under the management of The United Basalt Products Ltd. The Company also holds a 70.65% majority stake in The Ground Collaborative Space Ltd (The Ground), which will operate a co-working space to be launched shortly.

The 2016 financial year has been a year of major changes for the Company:

- On 21 December 2015, the Company announced the distribution to its shareholders, as a dividend in specie, of all the shares it held in AfrAsia Bank Limited, Alteo Limited, Ireland Blyth Limited, Lux Island Resorts Ltd and The United Basalt Products Ltd. This dividend was partly distributed on 16 February 2016 for an amount of Rs 775m representing the distribution of quoted shares and was completed on 24 August 2016 following the distribution of AfrAsia's shares for an amount of Rs 112m and the payment of the undistributed fraction amounting to Rs 398k.
- On 18 January 2016, the Company rebranded itself as The Bee Equity Partners Ltd to reflect a shift in strategy towards investing in high potential Mauritian SMEs and ventures.
- Mr Olivier Fayolle has been appointed Chief Executive Officer as from 15 April 2016 in order to drive the Company through this new mission.

The decrease in the Company's revenue in FY2016 is mainly attributable to the reduced amount of dividends earned following the distribution of shares as part of the dividend in specie. The reduction is also attributable to a decrease of Rs 9m in dividends earned from the subsidiary FAST following an exceptionally high dividend received the previous year (Rs 18m) on the wake of record results. However, the Company's net profit increased markedly year over year due to an exceptional income of Rs 450m related to realised gains following the distribution of the dividend in specie. The impairment on investments totalling Rs 58 million for the year primarily relates to our loss-making hotel associates.

At Group level, underlying profits have been weighed down by lower FAST profits and increased share of losses from associates. The transition to the new operator of the hotels has not yet produced the expected improvement in results.

By Order of the Board

**IBL Management Ltd** (Formerly known as GML Management Liée)

Company Secretary

28 September 2016

The statement of direct and indirect interests of Directors and Senior Officers pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available free of charge, at the registered office of the Company, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

Copies of these abridged audited annual financial statements are available free of charge, at the registered office of the Company, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

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

The Board of Directors of The Bee Equity Partners Ltd accepts full responsibility for the accuracy of the information contained in these abridged audited annual financial statements.

The above abridged audited annual financial statements to 30 June 2016 have been audited by Messrs. Deloitte. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended 30 June 2016. The auditor's report to the financial statements is unqualified.