

Abridged Statement of Financial Position

	Audited	
	As at June 30, 2019	As at June 30, 2018
	Rs. ' 000	Rs. ' 000
ASSETS		
Non-current assets	3,701,626	3,669,519
Current assets	1,400,620	1,317,608
TOTAL ASSETS	5,102,246	4,987,127
EQUITY AND LIABILITIES		
Equity		
Equity attributable to shareholders of the parent	3,113,287	3,087,456
Non-controlling interests	36,455	37,174
TOTAL EQUITY	3,149,742	3,124,630
Non-current liabilities	1,179,955	518,339
Current liabilities	772,549	1,344,158
TOTAL EQUITY AND LIABILITIES	5,102,246	4,987,127

Abridged Statement of Comprehensive Income

	Audited	
	Year ended June 30, 2019	Year ended June 30, 2018
	Rs. ' 000	Rs. ' 000
Revenue	3,236,426	2,927,055
Operating profit	304,265	219,200
Allowance for expected credit losses on financial and contract assets	(24,894)	-
Finance income	1,745	1,442
Finance costs	(40,722)	(46,861)
Share of results of associates	18,302	14,458
Profit before tax	258,696	188,239
Income tax expense	(51,436)	(44,014)
Profit for the year	207,260	144,225
Other comprehensive income		
Items to be reclassified to profit or loss in subsequent periods:		
Net gain on available-for-sale investments	-	5,632
Release on disposal of available-for-sale investments	-	(14,317)
Exchange differences on translation of foreign operations	(8,881)	(14,619)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	(8,881)	(23,304)
Items not to be reclassified to profit or loss in subsequent periods:		
Re-measurement losses on defined benefit plans	(35,275)	(71,017)
Income tax effect on re-measurement losses on defined benefit plans	5,755	12,171
Share of movement in reserves of associates	308	(4,206)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	(29,212)	(63,052)
Other comprehensive income for the year, net of tax	(38,093)	(86,356)
Total comprehensive income for the year, net of tax	169,167	57,869
Profit for the year attributable to:		
Equity holders of the parent	190,574	131,078
Non-controlling interests	16,686	13,147
	207,260	144,225
Total comprehensive income for the year attributable to:		
Equity holders of the parent	154,682	49,451
Non-controlling interests	14,485	8,418
	169,167	57,869
Earnings per share (Rs)		
Basic, profit for the year attributable to ordinary equity holders of the parent.	7.19	4.94

Abridged Statement of Changes in Equity

	Audited											
	Equity attributable to shareholders of the parent										Non-controlling Interests	Total Equity
	Share Capital	Share Premium	Associate Companies	Revaluation Reserve	Fair Value Reserve	Fair Value reserve through OCI	Translation Reserve	Retained Earnings	Total			
Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000		
At July 1, 2018												
- As previously reported	265,100	7,354	101,822	1,488,373	11,444	-	(250)	1,213,613	3,087,456	37,174	3,124,630	
- Effect of adopting new accounting standards	-	-	-	-	(11,444)	10,811	-	(27,480)	(28,113)	(354)	(28,467)	
As restated at July 1, 2018	265,100	7,354	101,822	1,488,373	-	10,811	(250)	1,186,133	3,059,343	36,820	3,096,163	
Profit for the year	-	-	-	-	-	-	-	190,574	190,574	16,686	207,260	
Other comprehensive income	-	-	308	-	-	-	(8,188)	(28,012)	(35,892)	(2,201)	(38,093)	
Total comprehensive income for the year	-	-	308	-	-	-	(8,188)	162,562	154,682	14,485	169,167	
Dividend	-	-	-	-	-	-	-	(100,738)	(100,738)	(14,850)	(115,588)	
At June 30, 2019	265,100	7,354	102,130	1,488,373	-	10,811	(8,438)	1,247,957	3,113,287	36,455	3,149,742	
At July 1, 2017	265,100	7,354	106,028	1,490,537	20,129	-	10,655	1,230,987	3,130,790	42,766	3,173,556	
Profit for the year	-	-	-	-	-	-	-	131,078	131,078	13,147	144,225	
Other comprehensive income	-	-	(4,206)	(2,164)	(8,685)	-	(10,905)	(55,667)	(81,627)	(4,729)	(86,356)	
Total comprehensive income for the year	-	-	(4,206)	(2,164)	(8,685)	-	(10,905)	75,411	49,451	8,418	57,869	
Dividend	-	-	-	-	-	-	-	(92,785)	(92,785)	(14,010)	(106,795)	
At June 30, 2018	265,100	7,354	101,822	1,488,373	11,444	-	(250)	1,213,613	3,087,456	37,174	3,124,630	

Abridged Statement of Cash Flows

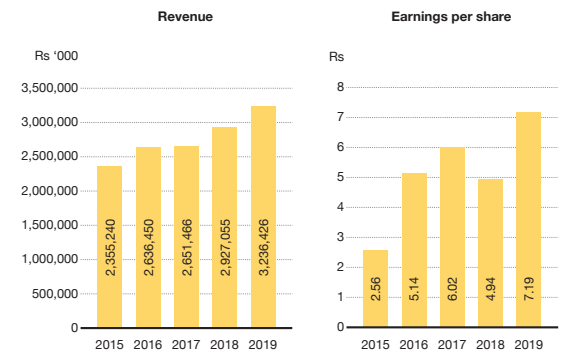
	Audited	
	Year ended June 30, 2019	Year ended June 30, 2018
	Rs. ' 000	Rs. ' 000
Net cash flows from operating activities	455,500	417,899
Net cash flows used in investing activities	(313,826)	(225,183)
Net cash flows used in financing activities	(151,332)	(102,151)
Decrease / (increase) in cash and cash equivalents	(9,658)	90,565
MOVEMENT IN CASH AND CASH EQUIVALENTS		
At July 1,	(184,230)	(269,319)
Movement	(9,658)	90,565
Exchange difference	(1,140)	(5,476)
At June 30,	(195,028)	(184,230)

Segmental Information

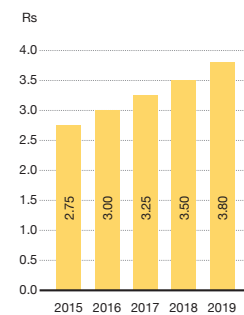
	Audited	
	Year ended June 30, 2019	Year ended June 30, 2018
	Rs. ' 000	Rs. ' 000
Revenue:		
Building materials - Core business	2,447,119	2,100,777
Building materials - Retail	896,133	922,488
Agriculture	108,673	96,208
Consolidation adjustments	(215,499)	(192,418)
Total	3,236,426	2,927,055
Operating profit / (loss):		
Building materials - Core business	227,088	126,608
Building materials - Retail	41,404	36,521
Agriculture	(29,204)	(18,819)
Consolidation adjustments	64,977	74,890
Total	304,265	219,200

Note: The consolidation adjustments relate to our core business segment.

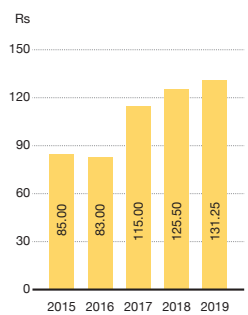
At a glance



Dividends per share



Share Price



Comments

The Group's revenue for the year ended June 30, 2019 increased by 10.6% to reach Rs 3.2 billion, thereby crossing the Rs 3 billion mark for the first time. The Group's operating profit increased by 27.5% from Rs 219.2 million in 2018 to Rs 279.4 million for the year under review, net of the allowance for expected credit losses. As shown in the segmental information disclosure, this improved performance is attributable to our core business and retail segments.

Although improving overall, our core business performance was still impacted by the negative results of our subsidiaries operating overseas. Our Espace Maison retail activities performed better than in previous year due to improved purchasing and stock management and this despite a drop of 2.9% in revenue attributable to lower projects sales.

In terms of our agricultural segment, the results of Compagnie de Gros Cailloux Ltée for the year were significantly impacted by a drop in sugar proceeds and lower yields from our vegetable-growing activities added to an adverse valuation of our standing crops and bearer biological assets. Our results were further impacted by the write down of our land conversion rights to its realisable value and by an impairment of our investments and an additional debtors provision resulting from the adoption of IFRS 9.

Our share of results from associates for the year increased by 26.6% compared to previous year due mainly to the improved performance of our ready-mixed concrete entity.

In the light of the above, the Group's profit increased from Rs 144.2 million in 2018 to Rs 207.3 million for the year under review. Earnings per share likewise increased from Rs 4.94 in previous year to Rs 7.19 for this year.

OUTLOOK

The Group's revenue for the past two months denotes an improvement over that of the corresponding period in previous year. The sustained construction industry's growth rate forecast of 8.5% for 2019 is promising for the future with several major public infrastructure and property development projects underway and in the pipeline. Despite the difficult situation overseas, the Group is committed to pursue its progression by focusing on innovation and group synergies and by seeking new growth opportunities.

By Order of the Board

Bhooneshi Nemchand
Company Secretary

September 26, 2019

The above Audited Abridged Group Financial Statements have been extracted from the Audited Financial Statements for the year ended June 30, 2019, which have been prepared in accordance with International Financial Reporting Standards and have been audited by Messrs Ernst & Young.

The Audited Abridged Group Financial Statements are issued pursuant to Listing Rule 12.14 of the Stock Exchange of Mauritius and to Section 88 of the Securities Act 2005.

The Board of Directors of The United Basalt Products Limited accepts full responsibility for the accuracy of the information contained in these Audited Abridged Group Financial Statements.

The statement of direct and indirect interests of insiders required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, at the registered office of the Company, Trianon, Quatre Bornes.

Copies of this report are available to the public, free of charge, at the registered office of the Company, Trianon, Quatre Bornes.