

ABRIDGED STATEMENT OF FINANCIAL POSITION

	Audited	
	As at June 30, 2021	(Restated) As at June 30, 2020
	Rs. ' 000	Rs. ' 000
ASSETS		
Non-current assets	4,037,355	4,184,986
Current assets	1,580,577	1,403,085
TOTAL ASSETS	5,617,932	5,588,071
EQUITY AND LIABILITIES		
Equity		
Equity attributable to shareholders of the parent	3,556,026	3,264,037
Non-controlling interests	41,616	37,641
TOTAL EQUITY	3,597,642	3,301,678
Non-current liabilities	1,327,018	1,462,724
Current liabilities	693,272	823,669
TOTAL EQUITY AND LIABILITIES	5,617,932	5,588,071

ABRIDGED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

	Audited	
	Year ended June 30, 2021	(Restated) Year ended June 30, 2020
	Rs. ' 000	Rs. ' 000
Continuing operations		
Revenue	3,327,914	2,844,797
Operating profit	268,998	107,732
Allowance for expected credit losses on financial assets	2,911	(13,563)
Impairment	(4,982)	(3,049)
Finance income	2,274	4,141
Finance costs	(34,231)	(44,772)
Share of results of associates	7,249	7,780
Profit before tax	242,219	58,269
Income tax expense	(20,583)	(25,843)
Profit for the year from continuing operations	221,636	32,426
Discontinuing operation		
Loss for the year from discontinuing operation	(6,074)	(10,566)
Profit for the year	215,562	21,860
Other comprehensive income		
Items to be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	(3,141)	(5,535)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	(3,141)	(5,535)
Items not to be reclassified to profit or loss in subsequent periods:		
Net gain / (loss) on equity instruments	625	(456)
Re-measurement gains / (losses) on defined benefit plans	213,926	(241,127)
Deferred tax effect on re-measurement gains / (losses) on defined benefit plans	(34,598)	39,157
Revaluation of land and buildings	-	415,531
Deferred tax effect on revaluation of land and buildings	-	(23,296)
Share of other comprehensive income of associates	522	7,161
Net other comprehensive income not being reclassified to profit or loss in subsequent periods	180,475	196,970
Other comprehensive income for the year, net of tax	177,334	191,435
Total comprehensive income for the year, net of tax	392,896	213,295
Profit for the year attributable to:		
Equity holders of the parent	196,219	17,913
Non-controlling interests	19,343	3,947
	215,562	21,860
Total comprehensive income for the year attributable to:		
Equity holders of the parent	371,149	208,908
Non-controlling interests	21,747	4,387
	392,896	213,295
Earnings per share (Rs)		
Basic, profit for the year attributable to ordinary equity holders of the parent	7.40	0.68

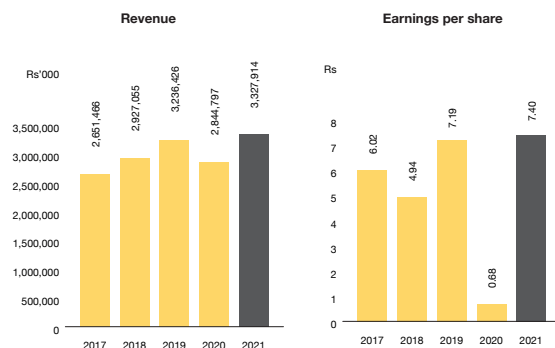
ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Audited									
	Equity attributable to shareholders of the parent									
	Issued Capital	Share Premium	Associate Companies	Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total	Non-controlling Interests	Total
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
At July 1, 2020	265,100	7,354	109,291	1,848,895	10,355	(12,937)	1,010,772	3,238,830	37,641	3,276,471
- As previously reported	-	-	-	25,207	-	-	-	25,207	-	25,207
- Prior year adjustments	-	-	-	-	-	-	-	-	-	-
As restated at July 1, 2020	265,100	7,354	109,291	1,874,102	10,355	(12,937)	1,010,772	3,264,037	37,641	3,301,678
Profit for the year	-	-	-	-	-	-	196,219	196,219	19,343	215,562
Other comprehensive income	-	-	522	-	625	(3,245)	177,028	174,930	2,404	177,334
Total comprehensive income for the year	-	-	522	-	625	(3,245)	373,247	371,149	21,747	392,896
Dividend	-	-	-	-	-	-	(79,530)	(79,530)	(16,502)	(96,032)
Change in percentage holding of subsidiary	-	-	-	-	-	-	370	370	-	(900)
At June 30, 2021	265,100	7,354	109,813	1,874,102	10,980	(16,182)	1,304,659	3,556,026	41,616	3,597,642
At July 1, 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
- As previously reported	-	-	-	-	-	-	(2,317)	(2,317)	-	(2,317)
- Effect of adopting new accounting standards	-	-	-	-	-	-	-	-	-	-
As restated at July 1, 2019	265,100	7,354	102,130	1,488,373	10,811	(8,438)	1,245,640	3,110,970	36,455	3,147,425
Profit for the year	-	-	-	-	-	-	17,913	17,913	3,947	21,860
Other comprehensive income	-	-	7,161	385,729	(456)	(4,499)	(196,940)	190,995	440	191,435
Total comprehensive income for the year	-	-	7,161	385,729	(456)	(4,499)	(179,027)	208,908	4,387	213,295
Dividend	-	-	-	-	-	-	(50,369)	(50,369)	(600)	(50,969)
Change in percentage holding of subsidiary	-	-	-	-	-	-	(5,472)	(5,472)	(4,584)	(10,056)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	1,983	1,983
	-	-	-	-	-	-	(55,841)	(55,841)	(3,201)	(59,042)
At June 30, 2020	265,100	7,354	109,291	1,874,102	10,355	(12,937)	1,010,772	3,264,037	37,641	3,301,678

ABRIDGED STATEMENT OF CASH FLOWS

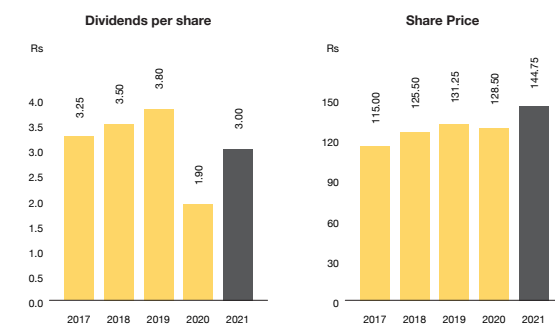
	Audited	
	Year ended June 30, 2021	Year ended June 30, 2020
	Rs. ' 000	Rs. ' 000
Net cash flows from operating activities	506,887	349,591
Net cash flows used in investing activities	(136,737)	(274,428)
Net cash flows (used in)/from financing activities	(186,953)	37,391
Increase in cash and cash equivalents	183,197	112,554
MOVEMENT IN CASH AND CASH EQUIVALENTS		
At July 1,	(63,097)	(175,243)
Exchange difference	(4,293)	(408)
Increase in cash and cash equivalents	183,197	112,554
Movement from discontinuing operation	(8,479)	-
At June 30,	107,328	(63,097)

AT A GLANCE



SEGMENTAL INFORMATION

	Audited	
	Year ended June 30, 2021	(Restated) Year ended June 30, 2020
	Rs. ' 000	Rs. ' 000
Revenue:		
Building materials - Core business	2,438,157	2,093,462
Building materials - Retail	995,398	850,077
Agriculture	114,211	118,633
Consolidation adjustments	(219,852)	(217,375)
Total	3,327,914	2,844,797
Operating profit / (loss):		
Building materials - Core business	215,260	63,042
Building materials - Retail	34,510	1,884
Agriculture	(21,883)	(30,760)
Consolidation adjustments	41,111	73,566
Total	268,998	107,732



COMMENTS

Our Group revenue increased by 17% from Rs 2.8 billion in 2020 to Rs 3.3 billion for the year ended June 30, 2021, taking into consideration the varying impact of the Covid-19 on both financial years. Our Group operating profit increased from Rs 107.7 million in 2020 to Rs 269.0 million for the year under review. As shown in the segmental information disclosure, this improved performance is attributable mainly to our core business and retail segments.

Although improving overall, our core business performance was impacted by a significant loss incurred by our subsidiary operating in Madagascar. Whilst considering available options for our overseas entities, the Board has decided to exit from Sri Lanka and to dispose of our subsidiary in this country. Hence, the results of the latter have been reclassified as discontinuing operations in the statement of profit or loss and other comprehensive income for the year under review.

Our Espace Maison retail activities performed better than previous year due to an appreciable increase of 17.1% in revenue and a significant reduction in stock provisions. Our profitability was also positively impacted by the improved results of our Beau Vallon store which was in activity for a full year, unlike in 2020.

In terms of our agricultural segment, the reduced operating loss of Compagnie de Gros Cailloux Limitée for the year was attributable to the improved performance of our greenhouse and vegetable-growing activities. In order to support the development projects of our subsidiary, the Board has decided to convert Rs 91.6 million of inter-company receivables into capital, thereby increasing the issued share capital of our subsidiary to Rs 200 million, effective as of September 2021.

Our share of results from associates for the year dropped slightly compared to previous year.

In the light of the above and taking into account the decrease in effective tax rate, our Group profit increased significantly from Rs 21.9 million in 2020 to Rs 215.6 million for the year under review. Earnings per share consequently increased from Rs 0.68 in previous year to Rs 7.40 for this year.

OUTLOOK

Our Group core business revenue for the first two months of the current financial year is in line with our budget. After experiencing a drop of 25.8% in 2020, the construction industry's growth rate for the calendar year 2021 is forecasted at 25.2%. Our future level of activities and performance depend upon the pace of recovery of our economy and on the timing of implementation of the government initiatives aimed at boosting the construction industry and supporting the economy at large.

Going forward, the Group remains committed to pursue its progression by focusing on group synergies and innovation and by seeking new growth opportunities. In so doing, the Board has recently decided to exercise its rights of first refusal to increase its shareholdings in Drymix Ltd and Pre-Mixed Concrete Limited to 71.83% and 100% respectively. At time of writing, the closing process of these transactions is underway.

By Order of the Board

Bhooneshi Nemchand
Company Secretary

September 27, 2021

The above Audited Abridged Group Financial Statements have been extracted from the Audited Financial Statements for the year ended June 30, 2021, which have been prepared in accordance with International Financial Reporting Standards and audited by Messrs Deloitte Mauritius.

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.