



The United Basalt Products Ltd.

# THE UNITED BASALT PRODUCTS LTD AND ITS SUBSIDIARY COMPANIES

## Unaudited Abridged Group Interim Financial Statements

Quarter Ended September 30, 2021

### ABRIDGED STATEMENT OF FINANCIAL POSITION

	Unaudited		Audited
	As at September 30, 2021	As at September 30, 2020 Restated	As at June 30, 2021
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>ASSETS</b>			
Non-current assets	3,992,773	4,081,374	4,037,355
Current assets	1,677,791	1,541,016	1,590,577
<b>TOTAL ASSETS</b>	<b>5,670,564</b>	<b>5,622,390</b>	<b>5,617,932</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity attributable to shareholders of the parent	3,623,529	3,361,885	3,556,026
Non-controlling interests	47,223	47,731	41,616
<b>TOTAL EQUITY</b>	<b>3,670,752</b>	<b>3,409,616</b>	<b>3,597,642</b>
Non-current liabilities	1,334,181	1,474,439	1,327,018
Current liabilities	665,631	738,335	693,272
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>5,670,564</b>	<b>5,622,390</b>	<b>5,617,932</b>

### ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Unaudited								Non-controlling	
	Equity attributable to shareholders of the parent								Interests	
	Issued Capital	Share Premium	Associate Companies	Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total	Total	Total
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
At July 1, 2021	265,100	7,354	109,813	1,874,102	10,980	(16,182)	1,304,859	3,556,026	41,616	3,597,642
Profit for the period	-	-	-	-	-	-	64,540	64,540	5,422	69,962
Other comprehensive income	-	-	-	-	-	2,963	-	2,963	185	3,148
Total comprehensive income for the period	-	-	-	-	-	2,963	64,540	67,503	5,607	73,110
<b>At September 30, 2021</b>	<b>265,100</b>	<b>7,354</b>	<b>109,813</b>	<b>1,874,102</b>	<b>10,980</b>	<b>(13,219)</b>	<b>1,369,399</b>	<b>3,623,529</b>	<b>47,223</b>	<b>3,670,752</b>
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	265,100	7,354	109,291	1,874,102	10,355	(12,937)	1,010,772	3,264,037	37,641	3,301,678
As restated at July 1, 2020	-	-	-	-	-	-	94,043	94,043	9,733	103,776
Profit for the period	-	-	-	-	-	-	3,805	3,805	357	4,162
Other comprehensive income	-	-	-	-	-	3,805	-	3,805	10,090	107,938
Total comprehensive income for the period	-	-	-	-	-	3,805	94,043	97,848	10,090	107,938
At September 30, 2020	265,100	7,354	109,291	1,874,102	10,355	(9,132)	1,104,815	3,361,885	47,731	3,409,616

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

	Unaudited		Audited
	Quarter ended September 30, 2021	Quarter ended September 30, 2020 Restated	Year ended June 30, 2021
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>Continuing operations</b>			
Revenue	930,692	906,558	3,327,914
Operating profit	88,283	135,207	268,998
Allowance for expected credit losses on financial assets	(3,256)	656	2,911
Impairment	-	-	(4,982)
Finance income	-	77	2,274
Finance costs	(8,218)	(9,111)	(34,231)
Share of results of associates	5,207	6,302	7,249
<b>Profit before tax</b>	<b>82,016</b>	<b>133,131</b>	<b>242,219</b>
Income tax expense	(11,885)	(24,850)	(20,583)
<b>Profit for the period / year from continuing operations</b>	<b>70,131</b>	<b>108,281</b>	<b>221,636</b>
<b>Discontinuing operation</b>			
Loss for the period / year from discontinuing operation	(169)	(4,505)	(6,074)
<b>Profit for the period / year</b>	<b>69,962</b>	<b>103,776</b>	<b>215,562</b>
<b>Other comprehensive income</b>			
<b>Items to be reclassified to profit or loss in subsequent periods:</b>			
Exchange differences on translation of foreign operations	3,148	4,162	(3,141)
<b>Net other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>3,148</b>	<b>4,162</b>	<b>(3,141)</b>
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>			
Net gain on equity instruments	-	-	625
Re-measurement gains on defined benefit plans	-	-	213,926
Deferred tax effect on re-measurement gains on defined benefit plans	-	-	(34,598)
Share of other comprehensive income of associates	-	-	522
<b>Net other comprehensive income not being reclassified to profit or loss in subsequent periods</b>	<b>-</b>	<b>-</b>	<b>180,475</b>
<b>Other comprehensive income for the period / year, net of tax</b>	<b>3,148</b>	<b>4,162</b>	<b>177,334</b>
<b>Total comprehensive income for the period / year, net of tax</b>	<b>73,110</b>	<b>107,938</b>	<b>392,896</b>
<b>Profit for the year attributable to:</b>			
Equity holders of the parent	64,540	94,043	196,219
Non-controlling interests	5,422	9,733	19,343
	<b>69,962</b>	<b>103,776</b>	<b>215,562</b>
<b>Total comprehensive income for the period / year attributable to:</b>			
Equity holders of the parent	67,503	97,848	371,150
Non-controlling interests	5,607	10,090	21,746
	<b>73,110</b>	<b>107,938</b>	<b>392,896</b>
<b>Earnings per share (Rs)</b>			
Basic, profit for the period / year attributable to ordinary equity holders of the parent	2.43	3.55	7.40

### ABRIDGED STATEMENT OF CASH FLOWS

	Unaudited	
	Quarter ended September 30, 2021	Quarter ended September 30, 2020
	Rs. ' 000	Rs. ' 000
<b>Net cash flows from operating activities</b>	<b>18,642</b>	<b>107,571</b>
<b>Net cash flows used in investing activities</b>	<b>(19,106)</b>	<b>(6,099)</b>
<b>Net cash flows used in financing activities</b>	<b>(10,863)</b>	<b>(41,041)</b>
<b>(Decrease) / increase in cash and cash equivalents</b>	<b>(11,327)</b>	<b>60,431</b>
<b>MOVEMENT IN CASH AND CASH EQUIVALENTS</b>		
At July 1,	107,328	(63,097)
Exchange difference	4,053	640
(Decrease) / increase in cash and cash equivalents	(11,327)	60,431
Movement from discontinuing operation	(346)	-
At September 30,	<b>99,708</b>	<b>(2,026)</b>

### SEGMENTAL INFORMATION

	Unaudited		Audited
	Quarter ended September 30, 2021	Quarter ended September 30, 2020 Restated	Year ended June 30, 2021
	Rs. ' 000	Rs. ' 000	Rs. ' 000
<b>Revenue:</b>			
Building materials - Core business	693,913	696,219	2,438,157
Building materials - Retail	269,251	246,248	995,398
Agriculture	33,612	28,960	114,211
Consolidation adjustments	(66,084)	(64,869)	(219,852)
<b>Total</b>	<b>930,692</b>	<b>906,558</b>	<b>3,327,914</b>
<b>Operating profit / (loss):</b>			
Building materials - Core business	69,808	136,774	215,260
Building materials - Retail	16,211	5,304	34,510
Agriculture	(3,714)	(4,690)	(21,883)
Consolidation adjustments	5,978	(2,182)	41,111
<b>Total</b>	<b>88,283</b>	<b>135,207</b>	<b>268,998</b>

The above Unaudited Abridged Group Interim Financial Statements for the quarter ended September 30, 2021 have been prepared in compliance with International Financial Reporting Standards and on a basis consistent with that of the latest Audited Group Financial Statements for the year ended June 30, 2021.

### COMMENTS

Our Group revenue for the quarter ended September 30, 2021 increased by 2.7% compared to that of the same period in 2020 due to our retail and agricultural segments. Our local core business segment sales volume was lower than previous year where the level of activities was exceptionally high due to the catching up effect of major projects following the first Covid-19 lockdown.

Our Group operating profit for the quarter under review decreased from Rs 135.2 million to Rs 88.3 million, attributable mainly to a significant increase in our local core business production cost arising from the impact of imported inputs and higher repairs and maintenance costs. Conversely, our subsidiary in Madagascar performed better than in 2020.

The improved performance of our retail segment was attributable to an increase of 9.3% in revenue and a release in stock provision while our agricultural segment's operating result was favourably impacted by an increase in revenue from our sugar cane and vegetable-growing activities.

Our share of results from associates for the quarter under review decreased by 17.4% compared to the same quarter in 2020, due mainly to the lower performance of our core business entity.

In the light of the above and after taking into consideration the results of our discontinuing operation in Sri Lanka, our Group's profit decreased from Rs 103.8 million for the quarter ended September 30, 2020 to Rs 70.0 million for the quarter under review. Earnings per share likewise decreased from Rs 3.55 in 2020 to Rs 2.43 for this quarter.

#### OUTLOOK

Our results for the first quarter are in line with our budget and our forecasts are based on a recovery of our economy post Covid.

In terms of growth opportunities, we are pleased to announce that the acquisition of further shares in Drymix Ltd and Pre-Mixed Concrete Ltd was completed on October 27, 2021. Henceforth, our Group holds respectively 71.83% and 100% shares in these two entities.

#### By Order of the Board

Christophe Quevauvilliers  
Executive Director

November 9, 2021

The above Unaudited Abridged Group Interim Financial Statements are issued pursuant to Listing Rule 12.20 of the Stock Exchange of Mauritius Ltd 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 Unaudited Abridged Group Interim 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.