

STATEMENT OF FINANCIAL POSITION

	GROUP	
	2019	2018
	Rs'000	Rs'000
ASSETS		
Non current assets	693,859	580,675
Current assets	597,761	712,927
Total Assets	1,291,620	1,293,602
EQUITY AND LIABILITIES		
Share capital and reserves		
Owners' interest	474,941	752,798
Non-current Liabilities	311,405	47,350
Current liabilities	505,274	493,454
Total Equity and Liabilities	1,291,620	1,293,602
Net assets per share(Rs)	21.58	34.21
Number of ordinary shares	22,006,418	22,006,418

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP	
	2019	2018
	Rs'000	Rs'000
Revenue	766,168	982,401
Operating loss	(99,821)	(29,897)
Other income	33,975	45,212
Fair value adjustment on investment property	(445)	-
Reorganisation and restructuring costs	(38,326)	(18,625)
Inventory written off	(4,088)	-
Impairment of financial assets at amortised cost and trade receivables	(88,159)	(23,934)
Loss before finance costs	(196,864)	(27,244)
Net finance cost	(38,459)	(5,951)
	(235,323)	(33,195)
Share of result of associates	4,564	3,457
Loss before tax	(230,759)	(29,738)
Income tax expense	(572)	(4,425)
Loss profit for the year	(231,331)	(34,163)
Other comprehensive income for the year, net of tax	(5,478)	(4,453)
Total comprehensive income for the year	(236,809)	(38,616)
Attributable to:		
Owners of the parent	(236,809)	(38,616)

STATEMENT OF CHANGES IN EQUITY

GROUP	Share Capital	Treasury Shares	Revaluation,	Other Reserves	Retained Earnings	Actuarial (Losses)/ gains	Total
			Fair Value and Translation Reserves				
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at 1 January 2019	220,064	-	103,736	(4,245)	438,116	(4,873)	752,798
Loss for the year	-	-	-	-	(231,331)	-	(231,331)
Other comprehensive income for the year	-	-	(9,319)	485	-	3,356	(5,478)
Total comprehensive income for the year	-	-	(9,319)	485	(231,331)	3,356	(236,809)
Treasury shares	-	(20)	-	-	-	-	(20)
Transfer	-	-	(122,288)	-	122,288	-	-
Consolidation adjustment	-	-	-	-	(25,623)	-	(25,623)
Dividends	-	-	-	-	(15,405)	-	(15,405)
Total transactions with owners of the parent	-	(20)	(122,288)	-	81,260	-	(41,048)
Balance at 31 December 2019	220,064	(20)	(27,871)	(3,760)	288,045	(1,517)	474,941
Balance at 1 January 2018	220,064	-	109,300	(4,182)	473,855	(6,047)	792,990
Loss for the year	-	-	-	-	(34,163)	-	(34,163)
Other comprehensive income for the year	-	-	(5,564)	(63)	-	1,174	(4,453)
Total comprehensive income for the year	-	-	(5,564)	(63)	(34,163)	1,174	(38,616)
Consolidation adjustment	-	-	-	-	13,828	-	13,828
Dividends - 2018	-	-	-	-	(15,404)	-	(15,404)
Total transactions with owners of the parent	-	-	-	-	(1,576)	-	(1,576)
Balance at 31 December 2018	220,064	-	103,736	(4,245)	438,116	(4,873)	752,798

STATEMENT OF CASH FLOWS

	GROUP	
	2019	2018
	Rs'000	Rs'000
Net cash used in operating activities	(4,879)	(18,315)
Net cash (used in) / generated from investing activities	(113,948)	25,466
Net cash generated from financing activities	66,233	66,338
Net (decrease) / increase in cash and cash equivalents	(52,594)	73,489
Movement in cash and cash equivalents		
At 1 January	54,594	(18,428)
(Decrease) / Increase	(52,594)	73,489
Effect of foreign exchange rate changes	(16,596)	(467)
At 31 December	(14,596)	54,594

COMMENTS

These abridged financial statements, prepared in line with International Financial Reporting Standards and audited by BDO & Co., were authorised for issue on 30 June 2020 by the Board of Directors.

The Group's figures include, from April 2019, Chemco Limited's and Bychemex Limited's results following their acquisition by The Mauritius Chemical and Fertilizer Industry Limited ("The Company" or "MCFI").

Results

The Group's turnover for the year ended 2019 decreased from Rs 982m to Rs 766m following lower sales of fertilisers by its overseas subsidiaries and lower export sales from Mauritius.

The Group posted a loss of Rs 231m for the year ended compared to a loss of Rs 34m for the same period last year. This increase in losses mainly results from:

- (i) lower sales
- (ii) reorganisation and restructuring costs of Rs 38m
- (iii) impairment of receivables of Rs 88m (out of which Rs 73m relates to debtors from MCFI Zambia) and
- (iv) foreign exchange losses of Rs 17m and stock write off of Rs 4m in one of our overseas subsidiary.

By order of the Board.
HM Secretaries Ltd
Company Secretary
30 June 2020

The Board of Directors of The Mauritius Chemical and Fertilizer Industry Limited accepts full responsibility for the accuracy of the information contained in the above report issued pursuant to Listing Rule 12.20 and Securities Act 2005.

Outlook

With the acquisition of Bychemex and Chemco, the Group is implementing the diversification plan of its product portfolio while strengthening its chemicals segment. Management has reviewed its operational model with the objective to turnaround the Group's performance in 2020.

However, subsequent to year end, COVID-19 became a global pandemic and resulted in unprecedented actions by governments around the world to curtail the spread of the disease. These events have resulted in a high level of uncertainty in both the local and regional markets and will inevitably impact on businesses and consumers in our sectors of activity, thus resulting in a drop of revenue for the Group. Management is working on measures to mitigate its impact on our business.

Copies of this report and senior officers' interest are available free of charge from the Company Secretary, HM Secretaries Ltd, 18 Edith Cavell Street, Port Louis.