

## STATEMENT OF FINANCIAL POSITION

	GROUP	
	2021	2020
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	567,560	594,551
Current assets	715,022	556,346
<b>Total Assets</b>	<b>1,282,582</b>	<b>1,150,897</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Owners' interest	339,954	352,611
Non-current liabilities	348,328	307,953
Current liabilities	594,300	490,333
<b>Total Equity and Liabilities</b>	<b>1,282,582</b>	<b>1,150,897</b>
Net assets per share (Rs/share)	15.45	16.02
Number of ordinary shares	22,006,418	22,006,418

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP	
	2021	2020
	Rs '000	Rs '000
<b>Revenue</b>	<b>1,192,686</b>	<b>859,411</b>
<b>Operating profit / (loss)</b>	<b>14,133</b>	<b>(71,869)</b>
Other income	30,271	29,370
Fair value adjustment on investment property	(1,252)	650
Write back / (Impairment) of financial assets at amortised cost and trade receivables	18,874	(24,089)
Profit / (Loss) before finance costs	62,026	(65,938)
Net finance costs	(35,590)	(33,874)
	26,436	(99,812)
Share of result of associates	(13,397)	(24,981)
<b>Profit / (Loss) before tax</b>	<b>13,039</b>	<b>(124,793)</b>
Income tax (expense) / credit	(1,858)	1,928
<b>Profit / (Loss) for the year</b>	<b>11,181</b>	<b>(122,865)</b>
Other comprehensive (loss) / income for the year, net of tax	(23,838)	7,577
<b>Total comprehensive loss for the year</b>	<b>(12,657)</b>	<b>(115,288)</b>
<b>Attributable to:</b>		
Owners of the parent	(12,657)	(115,288)
Earnings / (Loss) per share (Rs/share)	0.51	(5.58)

## STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs'000	Treasury Shares Rs'000	Revaluation, Fair Value and Translation Reserves Rs'000	Other Reserves Rs'000	Retained Earnings Rs'000	Actuarial (Losses)/Gains Rs'000	Total Rs'000								
								<b>Balance at 1 January 2021</b>	220,064	(20)	(21,401)	(2,338)	159,430	(3,124)	352,611
								Profit for the year	-	-	-	-	11,181	-	11,181
Other comprehensive (loss) / income for the year	-	-	(27,961)	-	-	4,123	(23,838)								
<b>Total comprehensive (loss) / income for the year</b>	<b>-</b>	<b>-</b>	<b>(27,961)</b>	<b>-</b>	<b>11,181</b>	<b>4,123</b>	<b>(12,657)</b>								
<b>Balance at 31 December 2021</b>	<b>220,064</b>	<b>(20)</b>	<b>(49,362)</b>	<b>(2,338)</b>	<b>170,611</b>	<b>999</b>	<b>339,954</b>								
<b>Balance at 1 January 2020</b>	220,064	(20)	(27,871)	(3,760)	288,045	(1,517)	474,941								
Loss for the year	-	-	-	-	(122,865)	-	(122,865)								
Other comprehensive income / (loss) for the year	-	-	6,462	1,422	-	(315)	7,577								
Total comprehensive income / (loss) for the year	-	-	6,470	1,422	(122,865)	(315)	(115,288)								
Transfer	-	-	-	-	1,292	(1,292)	-								
Dividends - 2020	-	-	-	-	(7,042)	-	(7,042)								
Total transactions with owners of the parent	-	-	-	-	(5,750)	(1,292)	(7,042)								
<b>Balance at 31 December 2020</b>	<b>220,064</b>	<b>(20)</b>	<b>(21,401)</b>	<b>(2,338)</b>	<b>159,430</b>	<b>(3,124)</b>	<b>352,611</b>								

## STATEMENT OF CASH FLOWS

	2021	2020
	Rs'000	Rs'000
Net cash used in operating activities	(98,853)	(34,723)
Net cash used in investing activities	(18,767)	(187,484)
Net cash generated from financing activities	150,042	173,875
Net increase / (decrease) in cash and cash equivalents	32,422	(48,332)
<b>Movement in cash and cash equivalents</b>		
At 1 January	(68,127)	(14,596)
Increase / (Decrease)	32,422	(48,332)
Effect of foreign exchange rate changes	(7,007)	(5,199)
<b>At 31 December</b>	<b>(42,712)</b>	<b>(68,127)</b>

## Comments

These abridged financial statements, prepared in line with International Financial Reporting Standards and audited by Nexia Baker & Arenson, were authorised for issue by the Board of Directors on 23<sup>rd</sup> March 2022.

The Group's figures for the year ended 31<sup>st</sup> December 2021 include figures of Suchem Limited ("Suchem") further to the latter being acquired by the Mauritius Chemical and Fertilizer Industry Limited ("MCFI") in August 2020.

## Results

The Group's revenue for the year ended 31<sup>st</sup> December 2021 was higher than the prior year by 39%, (from Rs 859 million to Rs 1,193 million) on the back of a rebound from the lower activities in 2020 due to COVID-19 and the full year contribution from Suchem in 2021 compared to only five months in 2020.

In order to mitigate the impact of supply chain disruptions and minimise the risk of stock shortages, the Group increased its investment in inventories.

Notwithstanding the above, the synergies generated from the Group's reorganisation and business consolidation exercise which started in 2019, contributed to reducing the Group's operational expenses as well as improving efficiency throughout our operations.

Our three international subsidiaries, namely, MCFI Zambia, MCFI Tanzania and MCFI International posted better results than the corresponding period last year.

Net finance costs for the year 2021 include interest payable on loan and lease liabilities (IFRS 16) amounting to Rs 29 million and a net foreign exchange loss of Rs 7 million.

Based on the above, the Group posted a profit after tax of Rs 11 million for the year ended 31<sup>st</sup> December 2021 compared to a net loss of Rs 123 million for the corresponding period last year.

## Outlook

The Russia-Ukraine crisis compounding on the ongoing COVID-19 pandemic is likely to further increase the pressure on both input costs and supply chain.

The Group will continue its strategy of revenue optimisation and efficiency initiatives, building upon the positive results of 2021.

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.

By order of the Board  
HM Secretaries Ltd.  
Company Secretary  
23<sup>rd</sup> March 2022

*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 12.14 and Securities Act 2005.*