

STATEMENT OF FINANCIAL POSITION

| | GROUP | |
|-------------------------------------|------------------|----------------------------|
| | 2022 Rs'000 | Restated 2021 Rs'000 |
| ASSETS | | |
| Non-current assets | 621,134 | 567,560 |
| Current assets | 904,243 | 715,022 |
| Total Assets | 1,525,377 | 1,282,582 |
| EQUITY AND LIABILITIES | | |
| Share capital and reserves | | |
| Owners' interest | 474,765 | 339,954 |
| Non-current liabilities | 389,069 | 348,328 |
| Current liabilities | 661,543 | 594,300 |
| Total Equity and Liabilities | 1,525,377 | 1,282,582 |
| Net assets per share (Rs/share) | 21.57 | 15.45 |
| Number of ordinary shares | 22,006,418 | 22,006,418 |

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | 2022 | 2021 |
|--|------------------|------------------|
| | Rs'000 | Rs'000 |
| Revenue | 1,558,624 | 1,192,686 |
| Operating profit | 69,742 | 14,133 |
| Other income | 21,524 | 30,271 |
| Fair value adjustment on investment property (Impairment)/reversal of impairment of financial assets at amortised cost and trade receivables | 1,169 | (1,252) |
| Profit before finance costs | 91,789 | 62,026 |
| Net finance costs | (35,616) | (35,590) |
| | 56,173 | 26,436 |
| Share of result of associates | 10,866 | (13,397) |
| Profit before tax | 67,039 | 13,039 |
| Income tax expense | (46) | (1,858) |
| Profit for the year | 66,993 | 11,181 |
| Other comprehensive income/(loss) for the year, net of tax | 67,818 | (23,838) |
| Total comprehensive income/(loss) for the year | 134,811 | (12,657) |
| Attributable to: | | |
| Owners of the parent | 134,811 | (12,657) |
| Earnings per share (Rs/share) | 3.04 | 0.51 |

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 29 March 2023.

Results

The Group's revenue for the full year ended 31 December 2022 is higher than the corresponding period last year by 31%, i.e. from Rs 1.2 billion to Rs 1.6 billion. This growth is mainly driven by both the good performance from all the activities of the Group and price adjustments of some product items. These price adjustments were necessary given the ongoing increase in import costs.

The Group maintained a stock build-up strategy in 2022 in the face of supply chain disruptions, which allowed a continuous service to clients, thereby contributing to the Group's capacity to secure higher sales.

STATEMENT OF CHANGES IN EQUITY

| | Share Capital Rs'000 | Treasury Shares Rs'000 | Other Reserves Rs'000 | Revaluation Reserves Rs'000 | Retained Earnings Rs'000 | Total Rs'000 |
|---|----------------------------|------------------------------|-----------------------------|-----------------------------------|--------------------------------|-----------------|
| Balance at 1 January 2022 as previously reported | 220,064 | (20) | (50,700) | - | 170,611 | 339,954 |
| Effect of change in accounting estimate from deemed cost to valuation* | - | - | - | 122,288 | (122,288) | - |
| Balance at 1 January 2022 as restated | 220,064 | (20) | (51,701) | 122,288 | 48,323 | 339,954 |
| Profit for the year | - | - | - | - | 66,993 | 66,993 |
| Other comprehensive income for the year | - | - | 11,305 | 56,513 | - | 67,818 |
| Total comprehensive income for the year | - | - | 11,305 | 56,513 | 66,993 | 134,811 |
| Balance at 31 December 2022 | 220,064 | (20) | (39,396) | 178,801 | 115,316 | 474,765 |
| Balance at 1 January 2021 as previously reported | 220,064 | (20) | (26,863) | - | 159,430 | 352,611 |
| Effect of change in accounting estimate from deemed cost to valuation* | - | - | - | 122,288 | (122,288) | - |
| Balance at 1 January 2021 as restated | 220,064 | (20) | (23,739) | 122,288 | 37,142 | 352,611 |
| Profit for the year | - | - | - | - | 11,181 | 11,181 |
| Other comprehensive loss for the year | - | - | (23,838) | - | - | (23,838) |
| Total comprehensive (loss)/income for the year | - | - | (23,838) | - | 11,181 | (12,657) |
| Balance at 31 December 2021 | 220,064 | (20) | (50,701) | 122,288 | 48,323 | 339,954 |

* Restatement for the year 2021 refers to the reclassification of Rs 122.3 million from Retained Earnings to Revaluation Reserve without changing the total Equity of the Group, in relation to the revaluation of Land and Buildings.

STATEMENT OF CASH FLOWS

| | GROUP | |
|--|----------------|-----------------|
| | 2022 Rs'000 | 2021 Rs'000 |
| Net cash used in operating activities | (9,489) | (99,328) |
| Net cash used in investing activities | (17,517) | (18,767) |
| Net cash generated from financing activities | 114,261 | 150,042 |
| Net increase in cash and cash equivalents | 87,255 | 31,947 |
| Movement in cash and cash equivalents | | |
| At 1 January | (42,712) | (68,127) |
| Increase | 87,255 | 31,947 |
| Effect of foreign exchange rate changes | (2,404) | (6,532) |
| At 31 December | 42,139 | (42,712) |

The Group realised an operating profit of Rs 69.7 million for year ended 31 December 2022, up from Rs 14.1 million in the previous year. Higher sales coupled with the continuing cost optimisation initiatives started in 2021 contributed for this enhanced performance.

The Group also benefited from a positive share of results from its associates.

The Group posted a profit after tax of Rs 67 million for the year, compared to Rs 11.2 million for the previous year.

The Group has revalued its land and buildings in December 2022 which resulted in a surplus of Rs 56.5 million recognised in other comprehensive income for the year.

Outlook

Despite the global challenging economic environment, the Group remains focused on its vision of profitable growth and its commitment to sustainability. We will continue to work closely with all our stakeholders to deliver on our promises and to contribute positively to the communities we serve.

By order of the Board

HM Secretaries Ltd
Company Secretary

29 March 2023

Notes

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.

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 Section 88 of the Securities Act 2005.