

CONSTANCE LA GAIETE COMPANY LIMITED AND ITS SUBSIDIARIES

BRN: C06000032

ABRIDGED AUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017

STATEMENT OF FINANCIAL POSITION

THE GROUP - AUDITED

Rs'000	Dec-2017	Dec-2016
ASSETS		
Non-current assets	704,840	731,206
Current assets	162,580	205,306
Total assets	867,420	936,512
EQUITY AND LIABILITIES		
Owners' interest	394,194	539,597
Non-current liabilities	286,117	262,897
Current liabilities	187,109	134,018
Total equity and liabilities	867,420	936,512

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

THE GROUP - AUDITED

Rs'000	Dec-2017	Dec-2016
Statement of profit or loss		
Revenue	262,372	294,921
Operating expenses	(374,544)	(312,301)
Operating loss	(112,172)	(17,380)
Other income	8,736	45,319
	(103,436)	27,939
Finance costs	(6,163)	(4,642)
Share of profit of associates	682	17,759
(Loss)/profit before taxation	(108,917)	41,056
Taxation	(8,456)	(2,729)
(Loss)/profit for the year	(117,373)	38,327
(Loss)/earnings per share (Rs)	(24.45)	7.98
Statement of comprehensive income		
(Loss)/profit for the year	(117,373)	38,327
Other comprehensive income for the year	(6,430)	(1,404)
Total comprehensive income for the year	(123,803)	36,923

STATEMENT OF CASH FLOW

THE GROUP - AUDITED

Rs'000	Dec-2017	Dec-2016
Net cash (used in)/generated from operating activities	(10,417)	4,829
Net cash used in investing activities	(19,413)	(1,269)
Net cash (used in)/generated from financing activities	(21,600)	28,400
(Decrease)/increase in cash and cash equivalents	(51,430)	31,960
<i>Movement in cash and cash equivalents</i>		
At the beginning of the year	(43,161)	(75,121)
(Decrease)/increase	(51,430)	31,960
At the end of the year	(94,591)	(43,161)

STATEMENT OF CHANGES IN EQUITY

THE GROUP - AUDITED

Rs'000	Stated capital	Fair value reserves	Reserve of associated companies	Actuarial losses	Other reserves	Retained earnings	Total
At January 1, 2017	120,000	11,360	5,242	(103,352)	162,361	343,986	539,597
Total comprehensive income for the year	-	4,315	2,361	(13,106)	-	(117,373)	(123,803)
Transfer to retained earnings	-	-	-	-	(36)	36	-
Dividends	-	-	-	-	-	(21,600)	(21,600)
At December 31, 2017	120,000	15,675	7,603	(116,458)	162,325	205,049	394,194
At January 1, 2016	120,000	11,134	1,541	(98,021)	162,917	326,703	524,274
Total comprehensive income for the year	-	226	3,701	(5,331)	-	38,327	36,923
Transfer to retained earnings	-	-	-	-	(556)	556	-
Dividends	-	-	-	-	-	(21,600)	(21,600)
At December 31, 2016	120,000	11,360	5,242	(103,352)	162,361	343,986	539,597

COMMENTS:

- The abridged financial statement for the year ended 31 December 2017 is audited by BDO & Co. The financial statement complies with the Companies Act 2001 and has been prepared in accordance with International Financial Reporting Standards effective for the year under review.

Declining sugar prices, estimated at Rs 11,000 per ton for the year compared to Rs15,300 per ton in 2016, had a severe impact on the results. Although accompanying measures totaling some Rs 2,700 per ton were available for this crop year, Group revenue fell to Rs 262 million. The Group operating expenses include Rs 52.8 million of impairment/writing down of biological assets pertaining to its sugar activity as a result of the prevailing sugar price.

- Segmental results for the Group were as follows:

THE GROUP Rs'000	Dec-2017				Dec-2016			
	Agricultural products and related activities	Livestock and aquaculture	Other activities	Total	Agricultural products and related activities	Livestock and aquaculture	Other activities	Total
Revenues	188,918	58,872	14,582	262,372	220,550	59,313	15,058	294,921
Operating segment results	(103,144)	18,708	(27,736)	(112,172)	(9,152)	17,770	(25,998)	(17,380)
Other income	-	-	8,736	8,736	-	-	45,319	45,319
Segment results	(103,144)	18,708	(19,000)	(103,436)	(9,152)	17,770	19,321	27,939

By order of the Board

**La Gaieté Services Ltd
Secretaries**

29 March 2018