



THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 September 2023

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	30 September 2023	30 September 2022	31 December 2022
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
ASSETS			
Non-current assets	1,552,822	1,916,175	1,906,138
Current assets	742,494	326,501	432,861
Total assets	2,295,316	2,242,676	2,338,999
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company	1,768,854	1,642,391	1,720,992
Non-controlling interests	26,039	7,315	25,729
Non-current liabilities	237,560	316,723	275,844
Current liabilities	262,863	276,247	316,434
Total equity and liabilities	2,295,316	2,242,676	2,338,999

THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				
	Period ended		Quarter ended		Year Ended
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	31 December 2022
	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Audited
Revenue	65,725	55,643	39,193	37,890	182,769
Operating (loss)/profit	(52,321)	(65,318)	(47,976)	(29,816)	495
Other income	16,225	19,667	1,230	10,076	26,793
Share of result of associates	(578)	(894)	(369)	(933)	(1,178)
Gain on deemed disposal of associate	-	-	-	-	20,685
Gain on bargain purchase on acquisition of subsidiary	-	-	-	-	7,084
Profit on disposal of land	101,649	42,030	41,674	(182)	41,866
Profit/(loss) before finance costs	64,975	(4,515)	(5,441)	(20,855)	95,745
Finance costs	(17,814)	(16,025)	(5,680)	(5,785)	(21,937)
Profit/(loss) before taxation	47,161	(20,540)	(11,121)	(26,640)	73,808
Taxation	427	1,217	108	229	(2,844)
Profit/(loss) for the period/year	47,588	(19,323)	(11,013)	(26,411)	70,964
Other comprehensive income/(loss) for the period/year	76	(44)	33	(24)	18,189
Total comprehensive income/(loss) for the period/year	47,664	(19,367)	(10,980)	(26,435)	89,153
Results attributable to:					
Owners of the parent	47,278	(19,349)	(11,118)	(26,437)	70,844
Non-controlling interests	310	26	105	26	120
	47,588	(19,323)	(11,013)	(26,411)	70,964
Total comprehensive income/(loss) attributable to:					
Owners of the parent	47,354	(19,393)	(11,085)	(26,461)	89,033
Non-controlling interests	310	26	105	26	120
	47,664	(19,367)	(10,980)	(26,435)	89,153
Basic earnings/(loss) per share	2.52	(1.02)	(0.58)	(1.40)	3.75
Number of ordinary shares ('000)	18,900	18,900	18,900	18,900	18,900

THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 September 2023

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

THE GROUP

	Period ended		Year Ended
	30 September 2023	30 September 2022	31 December 2022
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Net cash (used in)/generated from operating activities	(55,176)	69,670	120,358
Net cash generated from/(used in) investing activities	141,876	3,862	(62,784)
Net cash used in financing activities	(65,377)	(56,451)	(72,261)
Increase/(decrease) in cash and cash equivalents	21,323	17,081	(14,687)
Movement in cash and cash equivalents			
At 1 January ,	(17,470)	(2,783)	(2,783)
Increase/(decrease)	21,323	17,081	(14,687)
At 30 September/31 December,	3,853	14,298	(17,470)

THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 September 2023

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent					
	Stated capital Rs'000	Revaluation and other reserves Rs'000	Retained earnings Rs'000	Total Rs'000	Non-controlling interests Rs'000	Total equity Rs'000
THE GROUP						
Balance at 1 January 2023	1,890	1,580,257	138,845	1,720,992	25,729	1,746,721
Profit for the period	-	-	47,278	47,278	310	47,588
Other comprehensive income for the period	-	76	-	76	-	76
Total comprehensive income for the period	-	76	47,278	47,354	310	47,664
Revaluation surplus released on disposal of land	-	(65,995)	65,995	-	-	-
Revaluation surplus released on depreciation of property, plant and equipment, net of deferred tax	-	(2,480)	2,988	508	-	508
Balance at 30 September 2023	1,890	1,511,858	255,106	1,768,854	26,039	1,794,893
Balance at 1 January 2022	1,890	1,603,549	55,822	1,661,261	-	1,661,261
Loss for the period	-	-	(19,349)	(19,349)	26	(19,323)
Other comprehensive loss for the period	-	(44)	-	(44)	-	(44)
Total comprehensive loss for the period	-	(44)	(19,349)	(19,393)	26	(19,367)
Consolidation adjustment	-	-	-	-	7,289	7,289
Revaluation surplus released on disposal of land	-	(38,100)	38,100	-	-	-
Revaluation surplus released on depreciation of property, plant and equipment, net of deferred tax	-	(2,557)	3,080	523	-	523
Balance at 30 September 2022	1,890	1,562,848	77,653	1,642,391	7,315	1,649,706

THE UNION SUGAR ESTATES COMPANY LIMITED AND ITS SUBSIDIARIES
UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 September 2023

SEGMENTAL INFORMATION - THE GROUP

Business segments	AGRO	OTHERS	TOTAL
	Rs'000	Rs'000	Rs'000
Unaudited period to 30 September 2023			
Revenue from external customers	64,070	1,655	65,725
Operating (loss)/profit	(52,997)	676	(52,321)
Unaudited period to 30 September 2022			
Revenue from external customers	54,918	725	55,643
Operating (loss)/profit	(65,692)	374	(65,318)

NOTES

1. The interim condensed financial statements for the period ended 30 September 2023 are unaudited. The accounting policies and standards used in the preparation of these interim condensed financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2022, except for the adoption of relevant amendments to published Standards and Interpretations subsequently issued, now effective. This interim report complies with IAS 34 "Interim Financial Reporting".
2. The activities of the company consist of growing and cultivation of sugar cane and other agricultural products. Due to the seasonal nature of the business in which the company operates, sugar revenue is generated during harvest season, that is between July and December.
3. Performance review:
 - (i) The revenue of the group has increased by Rs 10m for the period ended 30 September 2023 as compared to the same period last year further to the positive adjustment on sugar revenue following the increase in final price of sugar for crop year 2022.
 - (ii) The group's operating results improved from a loss of Rs 65m for the nine months ended 30 September 2022 to Rs 52m for the period under review mainly due to a favourable variance arising from the fair value movement in standing cane coupled with an increase in sugar revenue.
 - (iii) Profit on disposal of land for the period under review amounted to Rs 102m.
 - (iv) All the above resulted in a profit after tax of Rs 48m for the nine months ended 30 September 2023 compared to a loss of Rs 19m for the same period in 2022.
4. Outlook for the rest of the year is favourable due to climatic conditions and projected increase in price of sugar.
5. The Board of Directors of the Company ('the Board') wishes to inform its shareholders and the investing public in general of the appointment of Omnicane Management & Consultancy Limited as the Company Secretary in replacement of Navitas Corporate Services with effect from 07 November 2023.

The Board would like to thank Navitas Corporate Services for its value contribution during its tenure as Company Secretary.

By Order of the Board

Omnicane Management & Consultancy Limited

Company Secretary

This 13th November 2023

The Board of Directors accepts full responsibility for the accuracy of the information contained in the above unaudited condensed financial statements. Copies of the unaudited condensed financial statements are available to the public, free of charge, at The Union Sugar Estates Company Limited, Union Ducray - Rivière des Anguilles. The Statement of interests of officers of the company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request to the Company Secretary, free of charge, at c/o Omnicane Management & Consultancy Limited, Omnicane House - Mon Trésor Business Gateway, Plaine Magnien.

This statement is issued pursuant to DEM RULE 17 and Securities Act 2005.