

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Audited	Restated	Audited	Audited
	30-Jun	30-Jun	30-Jun	30-Jun
	2023	2022	2023	2022
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	324,173	411,951	26,751	21,168
Cost of sales	(175,567)	(229,259)	-	-
Gross profit	148,606	182,692	26,751	21,168
Operating profit/ (loss)	159,159	250,598	(98,492)	(48,475)
Share of result of associate, net of tax	(36,243)	(10,241)	-	-
Finance income	15,481	1,872	84,271	79,092
Other income	24,819	27,613	12,994	10,437
Exceptional items	(9,578)	(1,934)	-	-
Profit/(loss) before finance costs	153,638	267,908	(1,227)	41,054
Finance costs	(123,137)	(109,713)	(109,992)	(95,437)
Profit/(loss) before taxation	30,501	158,195	(111,219)	(54,383)
Taxation	2,306	(5,966)	79	(9)
Profit/(loss) for the year	32,807	152,229	(111,140)	(54,392)
Profit/(loss) attributable to:				
Owners of the Company	(126,651)	(401,964)	(111,140)	(54,392)
Non-controlling interests	159,458	554,193	-	-
	32,807	152,229	(111,140)	(54,392)
Other Comprehensive income for the year:				
Items that will not be classified subsequently to profit or loss:				
Remeasurement of post employment benefit obligations	(3,877)	(3,152)	(685)	(881)
Movement in fair value of financial assets at FVOCI	207,096	12,660	207,096	12,660
Income tax relating to components of other comprehensive income	116	150	116	150
Items that may be classified subsequently to profit or loss:				
Movement in fair value of associated companies	-	-	60,589	(14,647)
Share of other comprehensive income of associates	13,947	4,542	-	-
Other comprehensive income for the year	217,282	14,200	267,116	(2,718)
Total comprehensive income attributable to:	250,089	166,429	155,976	(57,110)
Owners of the Company	100,542	(379,339)	155,976	(57,110)
Non-controlling interests	149,547	545,768	-	-
	250,089	166,429	155,976	(57,110)
Total (loss)/profit and comprehensive income attributable to:				
Loss per share (Rs)	(0.32)	(1.03)	(0.29)	(0.14)
Number of ordinary shares in issue	389,851,812	389,851,812	389,851,812	389,851,812

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

	Stated	Share	Other	Retained			
	capital	premium	reserves	earnings			
	Rs'000	Rs'000	Rs'000	Rs'000			
THE COMPANY							
At 1 July 2022	389,852	13,931	82,394	1,033,185	1,519,362		
Loss for the year	-	-	-	(111,140)	(111,140)		
Other comprehensive income	-	-	267,116	-	267,116		
Dividends	-	-	-	43,586	43,586		
At 30 June 2023	389,852	13,931	349,510	965,631	1,718,924		
At 1 July 2021	389,852	13,931	85,112	1,103,171	1,592,066		
Loss for the year	-	-	-	(54,392)	(54,392)		
Other comprehensive income	-	-	(2,718)	-	(2,718)		
Dividend declared	-	-	-	(15,594)	(15,594)		
At 30 June 2022	389,852	13,931	82,394	1,033,185	1,519,362		
Attributable to owners of the Parent							
	Stated	Share	Other	Retained	Total	Non-	Total
	capital	premium	reserves	earnings	Rs'000	controlling	equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	interest	Rs'000
THE GROUP							
At 1 July 2022	389,852	13,931	(5,833)	1,134,310	1,532,260	1,465,056	2,997,316
Loss for the year	-	-	-	(126,651)	(126,651)	159,458	32,807
Other comprehensive income	-	-	218,768	-	218,768	(1,486)	217,282
Dividend reversed	-	-	-	43,585	43,585	24,834	68,419
At 30 June 2023	389,852	13,931	212,935	1,051,244	1,667,962	1,647,862	3,315,824
At 1 July 2021	389,852	13,931	(21,075)	1,075,746	1,458,454	404,253	1,862,707
-as previously reported	389,852	13,931	(21,075)	1,075,746	1,458,454	404,253	1,862,707
-effect of prior year adjustments	-	-	-	476,122	476,122	520,653	996,775
-as restated	389,852	13,931	-	1,551,868	1,934,576	924,906	2,859,482
Loss for the year	-	-	-	(401,964)	(401,964)	554,193	152,229
Other Comprehensive income	-	-	15,242	-	15,242	(1,042)	14,200
Dividend declared	-	-	-	(15,594)	(15,594)	(13,001)	(28,595)
At 30 June 2022	389,852	13,931	(5,833)	1,134,310	1,532,260	1,465,056	2,997,316

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	Audited	Restated	Audited	Audited
	30-Jun	30-Jun	30-Jun	30-Jun
	2023	2022	2023	2022
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets	3,991,126	3,743,542	1,523,913	1,294,544
Current assets	1,331,205	1,309,244	1,887,359	1,979,712
Total Assets	5,322,331	5,052,786	3,411,272	3,274,256
EQUITY AND LIABILITIES				
Equity				
Equity attributable to owners of the Company	1,667,962	1,532,260	1,718,924	1,519,362
Non-controlling interests	1,647,862	1,465,056	-	-
Total equity	3,315,824	2,997,316	1,718,924	1,519,362
LIABILITIES				
Non-current liabilities	400,795	980,435	180,009	749,175
Current liabilities	1,605,712	1,075,035	1,512,339	1,005,719
Total Equity and Liabilities	5,322,331	5,052,786	3,411,272	3,274,256

ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Audited	Restated	Audited	Audited
	30-Jun	30-Jun	30-Jun	30-Jun
	2023	2022	2023	2022
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash (used in)/generated from operating activities	(9,373)	97,357	15,592	107,649
Net cash generated from investing activities	26,110	30,155	26,658	29,725
Net cash used in financing activities	(18,812)	(244,480)	(33,822)	(246,551)
(Decrease)/increase in cash and cash equivalents	(2,075)	(116,968)	8,428	(109,177)
Cash and cash equivalents at 01 July	25,026	141,994	(1,177)	108,000
Cash and cash equivalents at 30 June	22,951	25,026	7,251	(1,177)
Analysis of cash and cash equivalents				
Cash in hand and at bank	24,105	27,346	7,305	948
Bank Overdraft	(1,154)	(2,320)	(54)	(2,125)
	22,951	25,026	7,251	(1,177)

The above abridged financial statements to 30 June 2023 have been audited by Messrs. Moore. They have been prepared using the same accounting policies used in the preparation of the audited financial statements for the year ended 30 June 2023. The auditors' report to the financial statements is unqualified.

Copies of the above report are available free of charge from the Company Secretary at the registered office of the Company, Ground Floor, NG Tower, Cybercity.

Comments
Revenue and profitability
Revenue

The main sources of revenue of the Group consists of:

- proceeds from residential/agricultural land sale;
- proceeds from sugar and related products and other agricultural products;
- income from rental of office spaces and lease of agricultural land;
- dividend from investments
- income from leisure activities

Profitability

The Company

Revenue for the year under review has increased from Rs 21.1M to Rs 26.8M, compared to last year and same represents dividend received mainly from power companies.

In the current year, operating expenses have decreased from Rs 54.6 M to Rs 48.9 M. However, the impact in the operating bottom line is due to an impairment loss on financial assets which have been provided to the tune of Rs 76.3M in the current year as compared to Rs 15 M in the previous year.

Finance costs have increased from Rs 95.4 M to Rs 110 M over the previous year, due to an increase in bank interest rates.

Overall, the Company reported a loss of Rs 111 M for the year under review, compared to a loss of Rs 54 M for the financial year ended 30 June 2022.

The Group

The Group's turnover has decreased by 21% as compared to last year despite the fact that most of its revenue streams have improved save for the proceeds from sale of land. Proceeds from sugar and related products increased by 18% over the previous year, rental income from investment properties increased by 19%, dividend income increased by 26% and income from leisure activities increased from Rs 11.7 M to Rs 46 M. However, revenue from land sale fell by 53 % from Rs 278 M to Rs 131M.

During the year, the Group changed its accounting policy with regard to presentation of investment properties from the cost model to fair value model thus resulting in a fair value gain on investment properties of Rs 118 M in the year under review and Rs 190.9 M in the restated comparative year.

This year's bottom line is down from Rs 152.2 M to Rs 32.8 M. However, it should be noted that significant sales deeds on the Deux Bras project and Commercial 1 project at Aurea were signed shortly after the financial year, indicating that better results are expected in the following financial year.

By order of the Board
SIT Corporate and Secretarial Services Ltd
Date: 27 October 2023