



SUGAR INVESTMENT TRUST AND ITS SUBSIDIARIES

UNAUDITED ABRIDGED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2012

STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP					THE COMPANY				
	3 months	6 months	3 months	6 months		3 months	6 months	3 months	6 months	
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	December 31,	December 31,	December 31,	December 31,	June 30,	December 31,	December 31,	December 31,	December 31,	June 30,
2012	2012	2011	2011	2012	2012	2012	2011	2011	2012	
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Turnover	46,437	73,256	65,627	93,215	316,828	-	5,000	21,019	21,019	155,525
Operating (loss)/profit	(10,653)	(23,693)	20,302	5,402	79,940	(13,714)	(16,741)	13,577	10,569	114,083
Finance costs	(2,246)	(4,235)	(3,246)	(6,182)	(11,840)	(2,148)	(4,487)	(3,303)	(6,058)	(9,557)
Share of results of associate	138,545	138,545	106,566	106,566	70,621	-	-	-	-	-
Profit/(loss) before taxation	125,646	110,617	123,622	105,786	138,721	(15,862)	(21,228)	10,274	4,511	104,526
Taxation	-	-	(476)	(476)	(5,135)	-	-	-	-	-
Profit/(loss) after taxation	125,646	110,617	123,146	105,310	133,586	(15,862)	(21,228)	10,274	4,511	104,526
Other comprehensive income/(loss):										
Increase in fair value of associate	-	-	-	-	27,831	65,907	65,907	41,192	24,715	60,784
Reversal of impairment loss on available for sale financial assets	-	-	-	-	56,403	-	-	-	-	56,403
Share of other comprehensive (loss)/income of associate	(75,225)	(75,225)	111,841	111,841	100,082	-	-	-	-	-
	(75,225)	(75,225)	111,841	111,841	184,316	65,907	65,907	41,192	24,715	117,187
Total comprehensive income/(loss) for the period/year	50,421	35,392	234,987	217,151	317,902	50,045	44,679	51,466	29,226	221,713
Profit/(loss) attributable to:										
Owners of the parent	122,824	113,559	117,122	107,607	98,583	(15,862)	(21,228)	10,274	4,511	104,526
Non-controlling interest	2,822	(2,942)	6,024	(2,297)	35,003	-	-	-	-	-
	125,646	110,617	123,146	105,310	133,586	(15,862)	(21,228)	10,274	4,511	104,526
Total comprehensive income/(loss) attributable to:										
Owners of the parent	47,599	38,334	228,963	219,448	282,899	50,045	44,679	51,466	29,226	221,713
Non-controlling interest	2,822	(2,942)	6,024	(2,297)	35,003	-	-	-	-	-
	50,421	35,392	234,987	217,151	317,902	50,045	44,679	51,466	29,226	221,713
Earnings/(loss) per share (Re.)	0.32	0.29	0.30	0.28	0.25	(0.04)	(0.05)	0.03	0.01	0.27
Number of ordinary shares in issue	389,851,812	389,851,812	389,851,812	389,851,812	389,851,812	389,851,812	389,851,812	389,851,812	389,851,812	389,851,812

STATEMENTS OF FINANCIAL POSITION

	THE GROUP			THE COMPANY		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	December 31,	December 31,	June 30,	December 31,	December 31,	June 30,
	2012	2011	2012	2012	2011	2012
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS						
Non-current assets	4,145,131	3,641,261	3,765,043	2,790,757	2,633,926	2,725,129
Current assets	382,602	378,697	503,205	232,020	246,376	309,334
Non current assets held for sale	500,298	22,797	449,348	-	-	-
Total assets	5,028,031	4,042,755	4,717,596	3,022,777	2,880,302	3,034,463
EQUITY AND LIABILITIES						
Capital and reserves	3,052,950	2,990,150	3,053,601	2,890,222	2,692,041	2,884,528
Minority interest	664,751	662,895	700,193	-	-	-
Non-current liabilities	444,567	152,594	325,416	1,038	983	1,038
Current liabilities	865,763	237,116	638,386	131,517	187,278	148,897
Total equity and liabilities	5,028,031	4,042,755	4,717,596	3,022,777	2,880,302	3,034,463

STATEMENTS OF CHANGES IN EQUITY

	Stated capital	Revaluation and other reserves	Retained earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000
THE COMPANY				
At July 1, 2011	403,783	1,810,999	487,018	2,701,800
Total comprehensive income for the period	-	24,715	4,511	29,226
Dividends	-	-	(38,985)	(38,985)
At December 31, 2011	403,783	1,835,714	452,544	2,692,041
At July 1, 2012	403,783	1,871,783	608,962	2,884,528
Total comprehensive income/(loss) for the period	-	65,907	(21,228)	44,679
Dividends	-	-	(38,985)	(38,985)
At December 31, 2012	403,783	1,937,690	548,749	2,890,222

	Attributable to owners of the parent					Total equity
	Stated capital	Revaluation and other reserves	Retained earnings	Total	Non-controlling Interest	Total equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
THE GROUP						
At July 1, 2011	403,783	1,785,603	620,301	2,809,687	697,692	3,507,379
Total comprehensive income/(loss) for the period	-	111,841	107,607	219,448	(2,297)	217,151
Dividends	-	-	(38,985)	(38,985)	(32,500)	(71,485)
At December 31, 2011	403,783	1,897,444	688,923	2,990,150	662,895	3,653,045
At July 1, 2012	403,783	1,898,822	750,996	3,053,601	700,193	3,753,794
Total comprehensive (loss)/income for the period	-	(75,225)	113,559	38,334	(2,942)	35,392
Dividends	-	-	(38,985)	(38,985)	(32,500)	(71,485)
At December 31, 2012	403,783	1,823,597	825,570	3,052,950	664,751	3,717,701

STATEMENTS OF CASH FLOWS

	THE GROUP			THE COMPANY		
	Unaudited December 31, 2012	Unaudited December 31, 2011	Audited June 30, 2012	Unaudited December 31, 2012	Unaudited December 31, 2011	Audited June 30, 2012
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from/(used in) operating activities	85,517	(153,097)	(257,871)	(35,901)	60,609	111,761
Net cash (used in)/ generated from investing activities	(1,028)	(2,308)	19,425	(74)	(2,143)	(2,271)
Net cash generated from/(used in) financing activities	55,171	(1,157)	180,898	(38,985)	(38,985)	(38,985)
Increase/(decrease) in cash and cash equivalents	139,660	(156,562)	(57,548)	(74,960)	19,481	70,505
Cash and cash equivalent at beginning	231,356	288,904	288,904	82,812	12,307	12,307
Cash and cash equivalent at end	371,016	132,342	231,356	7,852	31,788	82,812
Analysis of cash and cash equivalents						
Cash and cash equivalents	397,904	177,751	272,579	9,246	31,788	82,812
Bank overdrafts	(26,888)	(45,409)	(41,223)	(1,394)	-	-
	371,016	132,342	231,356	7,852	31,788	82,812

The Unaudited Abridged Interim Financial Statements for the half year ended December 31, 2012 have been prepared in accordance with International Financial Reporting Standards and using the accounting policies adopted for the year ended June 30, 2012.

Comment on the results:**Turnover**

The main income drivers of the Group are:

- sale of land through residential/agricultural morcellements;
- dividends from investments;
- rental income from investment property; and
- sugar proceeds from cane growing activities

As compared to the period to December 31, 2011, the Group registered a fall in its turnover in the period ended on December 31, 2012. This decrease is mainly explained by a fall in dividend income received in the period under review. Our subsidiary, SIT Land Holdings Ltd, launched two agricultural projects in June 2012 namely Domaine Deux Bras and Domaine Ile d'Ambre. Reservations are still ongoing for both projects and corresponding revenues would be recognised in the forthcoming quarters upon finalisation of deeds of sale.

Profitability

The Group posted an improved profitability as a result of the satisfactory performance of its associate.

Prospects

Our associate, SIT Property Development Ltd, is presently implementing its mixed/integrated property development project "Aurea - Living Harmony" over 259 Arpents of land at Cote d'Or. The first and second phases of the project consisted of reservations/sales of some 600 serviced land plots and all the plots have been sold out. The third phase of the project includes apartments and duplexes which the company would start marketing during the year.

The results of the Aurea project would be reflected in the results of the Group in the forthcoming financial years.

For and on behalf of the Board of Directors

SIT Corporate and Secretarial Services Ltd

Date: February 19, 2013