

ABRIDGED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2018

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

| | 30 September 2018 | 31 December 2017 |
|-------------------------------------|--------------------|--------------------|
| | MUR | MUR |
| | Unaudited | Audited |
| ASSETS | | |
| Non-current assets | 643,839,069 | 485,914,329 |
| Current assets | 248,475,352 | 149,765,188 |
| Total assets | 892,314,421 | 635,679,517 |
| EQUITY AND LIABILITIES | | |
| Capital and reserves | | |
| Stated capital | 270,000,000 | 270,000,000 |
| Revaluation reserve | 88,160,551 | 88,160,551 |
| Retained earnings | 55,266,171 | (6,495,269) |
| Total equity | 413,426,722 | 351,665,282 |
| Non-current liabilities | 195,131,614 | 48,538,926 |
| Current liabilities | 283,756,085 | 235,475,309 |
| Total liabilities | 478,887,699 | 284,014,235 |
| Total equity and liabilities | 892,314,421 | 635,679,517 |

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | Quarter ended 30 September 2018 MUR Unaudited | Quarter ended 30 September 2017 MUR Unaudited | Nine months ended 30 September 2018 MUR Unaudited | Nine months ended 30 September 2017 MUR Unaudited |
|---|---|---|--|--|
| Revenue | 290,177,313 | 284,115,137 | 766,020,293 | 760,243,501 |
| Operating profit | 57,412,344 | 72,515,812 | 157,263,727 | 177,135,133 |
| Finance (Income)/costs | 3,555,030 | 4,757,843 | (3,698,077) | 5,053,543 |
| Profit before taxation | 53,857,314 | 67,757,969 | 160,961,804 | 172,081,590 |
| Taxation | (9,067,866) | (11,362,489) | (23,600,364) | (30,954,740) |
| Profit for the period | 44,789,448 | 56,395,480 | 137,361,440 | 141,126,850 |
| Other comprehensive income - net of Tax | - | - | - | - |
| Total comprehensive income | 44,789,448 | 56,395,480 | 137,361,440 | 141,126,850 |
| Earnings per share | 1.66 | 2.09 | 5.09 | 5.23 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Stated Capital Rs Unaudited | Revaluation Reserve Rs Unaudited | Retained Earnings Rs Unaudited | Total Equity Rs Unaudited |
|---|-----------------------------------|--|--------------------------------------|---------------------------------|
| At 1 January 2017 | 270,000,000 | 84,037,374 | 75,727,848 | 429,765,222 |
| Profit for the period | - | - | 141,126,850 | 141,126,850 |
| Other comprehensive income for the period | - | - | - | - |
| Total comprehensive income for the period | - | - | 141,126,850 | 141,126,850 |
| Transactions with owners | | | | |
| Dividends | - | - | (99,940,000) | (99,940,000) |
| At 30 September 2017 | 270,000,000 | 84,037,374 | 116,914,698 | 470,952,072 |
| At 1 January 2018 | 270,000,000 | 88,160,551 | (6,495,269) | 351,665,282 |
| Profit for the period | - | - | 137,361,440 | 137,361,440 |
| Other comprehensive income for the period | - | - | - | - |
| Total comprehensive income for the period | - | - | 137,361,440 | 137,361,440 |
| Transactions with owners | | | | |
| Dividends | - | - | (75,600,000) | (75,600,000) |
| At 30 September 2018 | 270,000,000 | 88,160,551 | 55,266,171 | 413,426,722 |

CONSOLIDATED STATEMENTS OF CASH FLOWS

| | Nine months ended 30 September 2018 MUR Unaudited | Nine months ended 30 September 2017 MUR Unaudited |
|--|--|--|
| Net cash generated from operating activities | 199,491,703 | 169,902,118 |
| Net cash used in investing activities | (54,713,272) | (4,386,039) |
| Net cash used in financing activities | (75,600,000) | (169,940,000) |
| Net increase in cash and cash equivalents | 69,178,431 | (4,423,921) |
| Cash and cash equivalents at start of the period | (151,467,322) | (66,546,748) |
| Cash and cash equivalents at end of the period | (82,288,891) | (70,970,669) |

COMMENTS

Principal Activity

The principal activities of the company comprise of unloading, storing, bagging, trading and distributing cement and other cementitious products.

Results

Revenue for the nine months ended 30 September 2018 amounted to Rs766M versus Rs760.2M in the corresponding prior year period. Operating Profit of MUR157.3M was achieved for the first nine months of the year. Profit after tax was Rs137.4M compared to Rs141.1M for the prior year corresponding period. The results so far are in line with expectations.

Dividend

On 13 April 2018 and 31 July 2018 interim dividends of Rs28.35M and Rs47.25M were declared and paid in respect of the year ending 31 December 2018.

Other

The abridged unaudited consolidated financial statements for the quarter and nine months ended 30 September 2018 have been prepared in accordance with International Financial Reporting Standards.

The company early adopted IFRS16 Leases on 1 January 2018.

By Order of the Board

Gamma Corporate Services Ltd
Company Secretary

30 October 2018

Copies of the abridged unaudited consolidated financial statements are available, free of charge, upon request made to the Company Secretary at its registered office, Royal Road Chapman Hill, Beau Bassin.

The Statement of direct and indirect Interests of insiders pursuant to rule 8 (2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, is available, free of charge, upon request made to the Company Secretary.

These abridged unaudited consolidated financial statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations of the Reporting Issuers) Rules 2007. The Board of Directors of Kolos Cement Ltd accepts full responsibility for the accuracy of the information contained in these abridged unaudited consolidated financial statements.