

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

## 27. PROFIT BEFORE FINANCE COSTS, SHARE OF ASSOCIATE AND CREDIT LOSS EXPENSE/REVERSAL ON TRADE RECEIVABLES

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Profit before finance costs is arrived at after <b>crediting:</b>				
Profit on disposal of plant and equipment	1 494	2 327	267	2 327
Deferred revenue (note 21)	24 935	1 493	–	–
Reversal of impairment loss recognised on long-term receivables (note 10)	–	–	79 629	–
<b>and charging:</b>				
Cost of inventories expensed	6 586 315	5 668 287	5 895 200	5 060 835
Depreciation on property, plant and equipment	364 606	332 565	297 369	267 580
Depreciation on right-of-use assets (note 19(a))	98 203	102 917	61 584	54 436
Amortisation of intangible assets (note 6)	2 102	2 119	1 213	1 199
Employee benefit expense (note 25)	1 035 805	1 009 015	710 367	695 471
Impairment of investment in subsidiary (note 7)	–	–	442	–
Provision for impairment loss recognised on long-term receivables (note 10)	–	–	–	13 432

## 28. FINANCE COSTS

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Bank overdrafts	937	1 450	297	1 004
Bank loans	15 347	19 253	13 741	16 831
Leases	15 213	17 444	13 411	15 082
Net foreign exchange losses	26 245	11 045	–	11 045
	57 742	49 192	27 449	43 962

## 29. EARNINGS PER SHARE

	THE GROUP	
	2022 MUR '000	2021 MUR '000
Profit attributable to owners of the Company (MUR '000)	417 340	532 657
Number of ordinary shares in issue	16 447 000	16 447 000
Basic and diluted earnings per share (MUR.cs)	25.37	32.39

## 30. NOTES TO THE STATEMENTS OF CASH FLOWS

### (a) Cash generated from operations

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Profit before tax	548 000	595 383	526 742	416 471
<b>Adjustments for:</b>				
Depreciation on property, plant and equipment (note 5)	364 606	332 565	297 369	267 580
Depreciation on right-of-use assets (note 19(a))	98 203	102 917	61 584	54 436
Amortisation of intangible assets (note 6)	2 102	2 119	1 213	1 199
Profit on disposal of plant and equipment (note 26)	(1 494)	(2 327)	(267)	(2 327)
Exchange differences	30 999	(19 483)	(4 909)	3 015
Loss allowance recognised on trade receivables (note 12(c))	10 265	–	8 770	–
Reversal of loss allowance on trade receivables (note 12(c))	–	(5 178)	–	(343)
Reversal of impairment loss on long-term receivables (note 10)	–	–	(79 629)	–
Impairment loss on long-term receivables (note 10)	–	–	–	13 432
Reversal of impairment loss on inventory (note 11)	–	(1 658)	–	(5 258)
Impairment loss on land and buildings	–	1 750	–	1 750
Dividend income (note 26)	(724)	(77)	(24 943)	(2 658)
Interest income (note 26)	(779)	(701)	(258)	(417)
Deferred revenue (note 21)	(20 305)	(1 493)	–	–
Increase in pension provision (note 21)	22 533	34 383	22 327	34 137
Interest expense (note 28)	31 497	38 147	27 449	32 917
Share of results of associate (note 8(a))	78	(2 725)	–	–
	1 084 981	1 073 622	835 448	813 934
Changes in working capital				
- Trade and other receivables	(103 657)	17 589	24 363	55 015
- Inventories	(337 175)	(91 572)	(241 662)	(116 624)
- Trade and other payables	202 822	54 617	120 715	116 292
<b>Cash generated from operations</b>	<b>846 971</b>	<b>1 054 256</b>	<b>738 864</b>	<b>868 617</b>

### (b) Cash and cash equivalents

	THE GROUP		THE COMPANY	
	2022 MUR '000	2021 MUR '000	2022 MUR '000	2021 MUR '000
Bank and cash balances	402 225	385 956	247 795	234 471
Bank overdrafts (note 15)	(15 812)	(16 563)	–	–
Cash and cash equivalents	386 413	369 393	247 795	234 471