

LIVESTOCK FEED LIMITED

GROUP CONDENSED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

The Directors are pleased to present the condensed audited Financial Statements of the Group for the year ended June 30, 2017.



1. AUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION - JUNE 30, 2017

	THE GROUP	
	June 30, 2017 (Audited) Rs000's	June 30, 2016 (Audited) Rs000's
ASSETS		
Non-current assets	1,303,939	1,308,859
Current assets	795,911	913,153
TOTAL ASSETS	2,099,850	2,222,012
EQUITY AND LIABILITIES		
Capital and Reserves		
Owners' interests	1,469,718	1,424,449
Non-current liabilities	208,867	202,302
Current liabilities	421,265	595,261
TOTAL EQUITY AND LIABILITIES	2,099,850	2,222,012

2. AUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - YEAR ENDED JUNE 30, 2017

	THE GROUP	
	June 30, 2017 (Audited) Rs000's	2016 (Audited) Rs000's
Turnover	2,495,268	2,310,606
Operating profit	116,511	146,265
Other income	8,206	11,135
Net finance cost	(31,683)	(39,935)
Share of results of associates	26,438	55,023
Profit before taxation	119,472	172,488
Income tax	(17,310)	(21,347)
PROFIT FOR THE YEAR	102,162	151,141
Other comprehensive income	(18,661)	20,406
TOTAL COMPREHENSIVE INCOME	83,501	171,547
PER SHARE DATA		
Number of ordinary shares in issue ('000)	31,500	31,500
Earnings per share (Rs.)	3.23	4.78
Net Asset Value per share (Rs.)	46.55	45.11

3. SEGMENT INFORMATION

	THE GROUP							
	2017				2016			
	Production of Animal Feed	Transport and Storage Services	Group transactions	Total	Production of Animal Feed	Transport and Storage Services	Group transactions	Total
	Rs000's	Rs000's	Rs000's	Rs000's	Rs000's	Rs000's	Rs000's	Rs000's
Total segment revenues	2,469,639	87,237	-	2,556,876	2,462,963	80,710	-	2,543,673
Inter-segment sales	12,204	(73,812)	-	(61,608)	(161,411)	(71,656)	-	(233,067)
Revenues from external customers	2,481,843	13,425	-	2,495,268	2,301,552	9,054	-	2,310,606
Segment result	159,479	11,438	(46,200)	124,717	178,444	8,851	(29,895)	157,400
Net finance cost				(31,683)				(39,935)
Share of results of associates				26,438				55,023
Income tax				(17,310)				(21,347)
PROFIT FOR THE YEAR				102,162				151,141

4. AUDITED CONDENSED STATEMENTS OF CASH FLOWS - YEAR ENDED JUNE 30, 2017

	THE GROUP - June 30,	
	2017 Rs000's	2016 Rs000's
Net cash flow from operating activities	100,149	172,832
Net cash used in investing activities	(24,321)	(104,606)
Net cash (used in)/from financing activities	(207,317)	2,972
Increase in cash and cash equivalents	(131,489)	71,198
Movement in cash and cash equivalents		
At July 1,	61,168	(13,351)
(Decrease)/Increase in cash and cash equivalents	(131,489)	71,198
Translation difference	1,553	3,321
At June 30,	(68,768)	61,168

5. AUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY - YEAR ENDED JUNE 30, 2017

	Attributable to owners of the parent			
	Share Capital	Revaluation and other Reserves	Retained Earnings	Total
	Rs000's	Rs000's	Rs000's	Rs000's
Balance at July 1, 2016	318,536	225,685	880,228	1,424,449
Total comprehensive income for the year	-	(18,661)	102,162	83,501
Movements on reserves	-	(8)	-	(8)
Release on disposal of assets	-	3,271	(3,271)	-
Dividends	-	-	(38,224)	(38,224)
Balance at June 30, 2017	318,536	210,287	940,895	1,469,718
Balance at July 1, 2015	318,536	221,608	765,246	1,305,390
Total comprehensive income for the year	-	20,406	151,141	171,547
Movements on reserves	-	(14,264)	-	(14,264)
Release on scrapped assets	-	(1,584)	1,584	-
Release on disposal of assets	-	(481)	481	-
Dividends	-	-	(38,224)	(38,224)
Balance at June 30, 2016	318,536	225,685	880,228	1,424,449

NOTES TO THE ABOVE

The above condensed audited financial statements for the year ended 30 June 2017 have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the group/company and are in compliance with International Financial Reporting Standards (IFRS). They are issued pursuant to DEM Rule 18 and the Securities Act 2005.

RESULTS AND PROSPECTS

2016-2017 was quite a challenging year for the Group as it operated under adverse conditions during most of the year under review. As from August 2016, the Malagasy authorities, following the foot and mouth epizooty in Mauritius, enforced a ban on export of feed to Madagascar. This embargo impacted sales and also resulted in significant logistics expenses which affected negatively bottom line results.

The Group's results also suffered from the reduction in the share of profit of its associate, Les Moulins de La Concorde Ltée.

Despite the above, the Group ends the year with a reasonable performance due to good sales in Mauritius and Madagascar.

With the lifting of the restriction on exports to Madagascar in September 2017 and expected favorable commodity prices on the world market, the forecast of the Group for the coming year looks promising.

By order of the Board
Eclasia Secretarial Services Ltd
Secretary

Date: September 27, 2017

The Board of Directors accepts full responsibility for the accuracy of the information contained in the above Financial Statements.

Copies of condensed financial statements and the statement of direct and indirect interests of officers of the Company required under rule 8(2) (m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 are available free of charge, upon request made to the Company Secretary, Eclasia Group Headquarters, Gentilly, Moka, Mauritius.

The abridged financial statements have been audited by Messrs BDO & Co, Chartered Accountants (DEM rule 18)

BRN:C07002401