

Condensed Unaudited Financial Statements

for the quarter & six months ended 30 June 2023 (MUR' 000)
issued pursuant to Listing Rule 12.20 and the Securities Act 2005

As at 30 June 2023

Revenue
Rs 3,786 M
▲ 2.16%
Rs 3,706 M – 30 June 2022

EBITDA
Rs 435 M
▲ 5.58%
Rs 412 M – 30 June 2022

Loss for the period
Rs 189 M
▲
Rs 91 M – 30 June 2022

Total Assets
Rs 18,079 M
▼
Rs 18,734 M – 31 Dec 2022

Gearing ratio
44.85%
▼
45.05% – 30 June 2022

Net Asset Value Per Share
Rs 92.29
▼
Rs 95.39 – 31 Dec 2022

The board of Omnicane Ltd is pleased to present the Group's condensed unaudited financial statements for the quarter ended 30 June 2023. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and on the same basis as the accounting policies set out in the audited statutory financial statements for the year ended 31 December 2022.

Segments Review – The strong performance of the Agro-Industry segment driving the Group's results

Agro-Industry

Due to the seasonality of the cane growing and milling activities, principally costs were accounted for during this semester for these activities.

The Segment, mainly driven by the Refinery and Distillery, continues to perform well with the first semester revenue reaching Rs 921M; an improvement of 73% compared to 30 June 2022. In fact, market conditions which were conducive to an increase in sugar price since last year continues to prevail. This increase in revenue comprises an adjustment of Rs 4,554/Ton on the final sugar price for crop 2022 which reached Rs 25,554/Ton and better remunerations for the refined sugar. As a result, EBITDA improved by Rs 170M and an EBITDA margin of 13% was reported compared to a negative margin of 9% in 2022. However, finance costs rose by Rs 20M following an increase in the effective rate of interest by 2.65%. The combined effect of these led to reduced losses of Rs 151M during the first semester.

With the present market conditions, the sugar price should be maintained to at least at the same level as for crop 2022. In addition, the refinery is expected to increase its production and secure better margins. Based on the above, the Agro-Industry segment is on track to improve its results for 2023.

Energy

The segment revenue was down by Rs 333M which is mainly due to a decrease in the coal price by 14% compared to 2022 and a reduction in the capacity fee of the La Baraque power plant in line with its PPA after its debt repayment. EBITDA for the segment increased by Rs 16M, the effect of the capacity fee reduction being offset by the better efficiency of the power plants in Mauritius and Rwanda and lower repairs and maintenance. In addition, finance costs were up by Rs 67M on the back of higher import loans, swap costs and an increase in effective interest rate by 3.28% which led to a decrease in PAT by Rs 73M.

Going forward, the power plants are scheduled to perform well within the parameters of their respective PPA. The market conditions for coal purchase are now back to normal and as a result the import loans are expected to reduce considerably thereby reducing associated financial costs.

Properties

The net results for the semester were down by Rs 198M. However, excluding profit on sale of land in 2022, the results were lower by Rs 16M only. This is mainly due to an impairment on investment and higher finance costs incurred in respect of the Morcellement Greenview and Business Park projects.

During the first semester, the property team focused on the finalisation of the Greenview land development and on securing its morcellement permit which was obtained on 28 February 2023.

The signature of the moreclement title deeds for completion of this project started in July 2023 and should generate significant profits for the Group in the next semester.

In line with the new property strategy to build up a portfolio of yielding assets, a thorough exercise was carried out during the semester for the acquisition of the Omnicane House. This transaction was completed in August 2023 and this property is now the first yielding asset in the property portfolio.

Retail & Brands

This segment comprises the Holiday Inn Airport Hotel and Dina brand retail business. Despite an increase in revenue of Rs 24M, driven by the higher occupancy rate, the hotel is yet to reach its break-even level as recovery for business hotels from the aftermath of the pandemic is at a slower path than resorts hotels. The Dina retail business posted lower revenue for the semester due to a significant decrease in the sale of Dina Care following the loosening of Covid safety habits. EBITDA for the segment improved by Rs 19M and this also resulted in a reduction in losses of Rs 21M.

The hotel occupancy rate is expected to increase during the next semester and thereby improve its results compared to 2022. In respect of the Dina brand business, the antioxidant plant is scheduled to be commissioned in the last quarter of 2023 and this will be instrumental towards improving the segment's results in the coming years.

Outlook & Financial Performance for 2023

Omnicanne is well on track to implement its 'Omnicanne 2.0' five-year plan. The shareholders approved on 4 August 2023 the adoption of a new constitution and the acquisition of Omnicane Management & Consultancy Ltd and its subsidiaries. This is an important milestone as the Group secures control of strategic management expertise and other corporate services which are instrumental for the future development of the Group.

Omnicanne Limited's Board of Directors accepts full responsibility for the accuracy of the information contained in this report, a copy of which is available free of charge at the Company's registered office, Omnicane House, Mon Trésor Business Gateway, New Airport Access Road, Plaine Magnien, where can be consulted the statement of direct and indirect interests of the Company's officers, required under 'Rule 8 (2) (m) of the securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

Omnicanne Management & Consultancy Ltd Managers & Secretaries 15 August 2023

EBITDA – Rs M



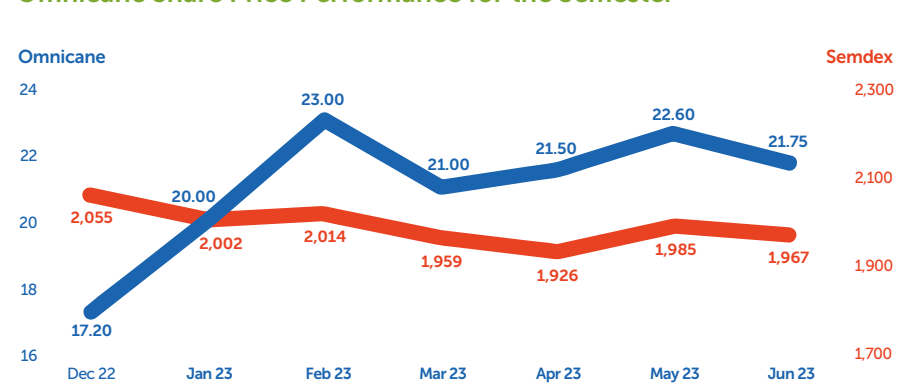
1. STATEMENT OF COMPREHENSIVE INCOME

	Quarter to		Half year to	
	30/06/2023	30/06/2022	30/06/2023	30/06/2022
Revenue	1,704,626	2,176,154	3,785,934	3,706,172
EBITDA - Agro Industry & Energy	221,685	127,894	461,862	275,667
EBITDA - Properties, Retail & Brands	(7,242)	(17,620)	(27,303)	136,513
EBITDA	214,443	110,274	434,559	412,180
Depreciation and amortisation	(139,871)	(142,984)	(284,838)	(281,474)
EBIT	74,572	(32,710)	149,721	130,706
Impairment of Assets & allowances for credit losses	(2,259)	-	(9,144)	-
Net finance costs	(140,024)	(110,780)	(276,535)	(184,519)
Forex gain/(loss)	13,678	8,207	(31,994)	(15,204)
Loss before taxation	(54,033)	(135,283)	(167,952)	(69,017)
Taxation	(12,098)	(10,478)	(21,488)	(21,821)
Loss for the period	(66,131)	(145,761)	(189,440)	(90,838)
Other comprehensive income				
Currency translation differences	(4,270)	182	(1,680)	432
Total comprehensive loss for the period	(70,401)	(145,579)	(191,120)	(90,406)
(Loss)/profit attributable to:				
Owners of the parent	(74,356)	(145,788)	(205,690)	(86,058)
Non-controlling interests	8,225	27	16,250	(4,780)
	(66,131)	(145,761)	(189,440)	(90,838)
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(78,626)	(145,606)	(207,370)	(85,626)
Non-controlling interests	8,225	27	16,250	(4,780)
	(70,401)	(145,579)	(191,120)	(90,406)
Loss per share (MUR)	(1.11)	(2.18)	(3.07)	(1.28)
Net Asset Value per share (MUR)	92.29	95.39	92.29	95.39

3. STATEMENT OF CHANGES IN EQUITY

	Quarter to June 30, 2023		Half year to June 30, 2023	
	Owners of the Parent	Non-controlling Interests	Total	
Balance at April 1, 2023	6,263,259	1,018,701	7,281,960	
Total comprehensive income for the quarter				
- (Loss)/profit for the quarter	(74,356)	8,225	(66,131)	
- Other comprehensive loss for the quarter	(4,270)	-	(4,270)	
Balance at June 30, 2023	6,184,633	1,026,926	7,211,559	
Balance at April 1, 2022	5,953,895	800,697	6,754,592	
Total comprehensive income for the quarter				
- (Loss)/profit for the quarter	(145,788)	27	(145,761)	
- Other comprehensive income for the quarter	182	-	182	
Balance at June 30, 2022	5,808,289	800,724	6,609,013	
Half year to June 30, 2023				
Balance at January 1, 2023	6,392,003	1,034,676	7,426,679	
Total comprehensive income:				
- (Loss)/profit for the half year	(205,690)	16,250	(189,440)	
- Other comprehensive loss for the half year	(1,680)	-	(1,680)	
Dividends	-	(24,000)	(24,000)	
Balance at June 30, 2023	6,184,633	1,026,926	7,211,559	
Balance at January 1, 2022	5,893,915	829,504	6,723,419	
Total comprehensive income:				
- Loss for the half year	(86,058)	(4,780)	(90,838)	
- Other comprehensive income for the half year	432	-	432	
Dividends	-	(24,000)	(24,000)	
Balance at June 30, 2022	5,808,289	800,724	6,609,013	

Omnicanne Share Price Performance for the Semester



2. STATEMENT OF FINANCIAL POSITION

	As at	
	30/06/2023	31/12/2022
Non-current assets		
Property, plant and equipment	11,511,496	11,527,223
Right-of-use assets	387,205	405,500
Intangible assets	676,204	689,682
Investment in associated companies	13,108	13,108
Investment in joint ventures	6,960	6,960
Financial assets at fair value through OCI	31	31
Financial assets at amortised costs	-	91,391
	12,595,004	12,733,895
Current assets		
Non-current assets classified as held for sale	5,448,398	5,964,518
Total assets	18,078,750	18,733,761
Equity and liabilities		
Capital and Reserves		
Share capital	502,593	502,593
Share premium	292,450	292,450
Retained earnings and other reserves	5,389,590	5,596,960
Owners' interest	6,184,633	6,392,003
Non-controlling interests	1,026,926	1,034,676
Total Equity	7,211,559	7,426,679
Non-current liabilities	5,105,310	4,842,949
Current liabilities	5,761,881	6,464,133
Total equity and liabilities	18,078,750	18,733,761

4. STATEMENT OF CASH FLOW

	Quarter ended		Half year to	
	30/06/2023	30/06/2022	30/06/2023	30/06/2022
Net cash from/(used in) operating activities	555,553	(175,124)	825,408	(946,225)
Net cash (used in)/from investing activities	(161,402)	10,674	(236,108)	1,968,457
Net cash (used in)/from financing activities	(991,545)	116,262	(888,801)	(979,917)
Net (decrease)/increase in cash and cash equivalents	(597,394)	(48,188)	(299,501)	42,315
Cash and cash equivalents at beginning	(4,837)	(596,466)	(302,730)	(686,969)
Cash and cash equivalents at end	(602,231)	(644,654)	(602,231)	(644,654)

5. SEGMENTAL INFORMATION

	Quarter ended		Half year to	
	30/06/2023	30/06/2022	30/06/2023	30/06/2022
Revenue				
Agro-Industry	465,584	264,755	921,205	532,426
Energy	1,201,494	1,885,767	2,788,108	3,120,846
Properties	-	-	-	-
Retail & Brands	37,548	25,632	76,621	52,900
Total	1,704,626	2,176,154	3,785,934	3,706,172
EBITDA				
Agro-Industry	62,301	(59,595)	121,990	(48,090)
Energy	159,384	187,489	339,872	323,757
Agro-Industry & Energy	221,685	127,894	461,862	275,667
Properties	(10,193)	(10,556)	(24,581)	158,224
Retail & Brands	2,951	(7,064)	(2,722)	(21,711)
Properties, Retail & Brands	(7,242)	(17,620)	(27,303)	136,513
Total EBITDA	214,443	110,274	434,559	412,180
Profit/(loss)				
Agro-Industry	(54,664)	(180,093)	(127,552)	(278,606)
Energy	9,317	59,639	(3,095)	69,984
Properties	(16,572)	(7,972)	(41,583)	156,559
Retail & Brands	(4,212)	(17,335)	(17,210)	(38,775)
Total	(66,131)	(145,761)	(189,440)	(90,838)

Share Price Evolution for the Semester

Share Price
Since the beginning of the year, the share price of Omnicane rose by 26% to reach Rs 21.75 (Dec 2022 - Rs 17.20) and was the best performer in terms of share price appreciation on the SEM, during that same period, the Semdex fell by 2.07%. At this share price, the market capitalisation of Omnicane stands at Rs 1.46 bn (Dec 2022 - Rs 1.15 bn). This performance is backed by the turnaround achieved by the Group since 2022 and by favourable sugar market conditions prevailing for 2023. The P/E ratio of the Group amounts to 3.90 compared to an average of 5.08 for the industry.