

KOLOS CEMENT LTD
ABRIDGED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2024

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	31 March 2024	31 December 2023
	MUR	MUR
	Unaudited	Audited
ASSETS		
Non-current assets	843,506,538	844,459,930
Current assets	530,497,175	683,382,239
Total assets	1,374,003,713	1,527,842,169
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	270,000,000	270,000,000
Revaluation reserve	149,452,023	151,417,776
Translation Reserves	5,986,707	26,713,640
Accumulated losses	(122,238,490)	(62,737,491)
Total equity	303,200,240	385,393,925
Non-current liabilities	261,660,843	261,939,902
Current liabilities	809,142,630	880,508,342
Total liabilities	1,070,803,473	1,142,448,244
Total equity and liabilities	1,374,003,713	1,527,842,169

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter Ended	Quarter Ended
	31 March 2024	31 March 2023
	MUR	MUR
	Unaudited	Unaudited
Revenue	503,838,665	521,731,448
Operating profit/(loss) before expected credit loss	48,202,168	(35,445,253)
Expected credit loss on receivables	(402,074)	(8,122)
Operating profit/(loss)	47,800,093	(35,453,375)
Net Finance costs	(12,829,736)	(11,814,257)
Profit/(loss) before taxation	34,970,357	(47,267,632)
Income tax expense	(7,334,009)	(1,358,561)
Profit/(loss) for the period	27,636,348	(48,626,193)
Other comprehensive (loss)/income, net of tax	(20,726,933)	40,176
Total comprehensive income/(loss)	6,909,415	(48,586,017)
Profit/(loss) attributable to:		
Owners of the Company	27,636,348	(45,601,069)
Non-controlling Interests	-	(3,025,124)
	27,636,348	(48,626,193)
Total comprehensive income/(loss) attributable to:		
Owners of the Parent	6,909,415	(45,566,919)
Non-controlling Interests	-	(3,019,098)
	6,909,415	(48,586,017)
Earnings/(loss) per share	1.02	(1.69)

Group Segmental Information

	Revenue		Non-Current Assets	
	Quarter	Quarter	Quarter	Quarter
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
	MUR	MUR	MUR	MUR
Mauritius	500,479,000	450,285,000	772,742,678	774,967,807
Madagascar	3,359,665	71,446,448	70,763,860	27,786,543
	503,838,665	521,731,448	843,506,538	802,754,350

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Stated capital	Revaluation reserve	Translation Reserve	Accumulated losses	Owners' Interest	Non Controlling Interest	Total equity
	MUR	MUR	MUR	MUR	MUR	MUR	MUR
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
At 1 January 2023 (Audited)	270,000,000	137,374,995	8,420,118	(11,149,256)	404,645,857	(13,129,371)	391,516,486
Loss for the period	-	-	-	(45,601,069)	(45,601,069)	(3,025,124)	(48,626,193)
Exchange differences on translating foreign operations	-	-	34,150	-	34,150	6,026	40,176
Other comprehensive income for the period	-	-	34,150	-	34,150	6,026	40,176
Transaction with owners of the Company recognised directly in equity	-	-	-	-	-	-	-
Dividends	-	-	-	(47,790,000)	(47,790,000)	-	(47,790,000)
At 31 March 2023	270,000,000	137,374,995	8,454,268	(104,540,325)	311,288,938	(16,148,469)	295,140,469
At 1 January 2024 (Audited)	270,000,000	151,417,776	26,713,640	(62,737,489)	385,393,927	-	385,393,927
Profit for the period	-	-	-	27,633,246	27,633,246	-	27,633,246
Revaluation surplus realised on depreciation	-	(1,965,753)	-	1,965,753	-	-	-
Exchange differences on translating foreign operations	-	-	(20,726,933)	-	(20,726,933)	-	(20,726,933)
Other comprehensive loss for the period	-	(1,965,753)	(20,726,933)	1,965,753	(20,726,933)	-	(20,726,933)
Transaction with owners of the Company recognised directly in equity	-	-	-	-	-	-	-
Dividends	-	-	-	(89,100,000)	(89,100,000)	-	(89,100,000)
At 31 March 2024	270,000,000	149,452,023	5,986,707	(122,238,490)	303,200,240	-	303,200,240

CONSOLIDATED STATEMENTS OF CASH FLOWS

	31 March 2024	31 March 2023
	MUR	MUR
	Unaudited	Unaudited
Net cash generated by/(used in) operating activities	72,317,531	(117,190,927)
Net cash used in investing activities	(17,908,632)	(17,678,377)
Net cash generated by/(used in) financing activities	88,314,146	(39,535,444)
Net increase/(decrease) in cash and cash equivalents	142,723,045	(174,404,748)
Net foreign exchange differences	9,041,168	823,784
Cash and cash equivalents at 1 January	(351,090,704)	(66,763,816)
Cash and cash equivalents at 31 March	(199,326,492)	(240,344,780)

Principal Activity

The principal activities of Kolos Cement Ltd and its subsidiaries (the "Group") comprise of unloading, storing, bagging, trading, and distribution of cement and other cementitious products in Mauritius and Madagascar.

Results

Revenue for the quarter ended 31 March 2024 amounted to Rs 504 M versus Rs 522 M in the corresponding prior period. The Company reported an operating profit for the quarter compared to an operating loss for the prior corresponding period. This is mainly due to significant unrealised exchange differences.

Outlook

The Company's operating costs have continued to increase as a result of the volatility in exchange rates, high inflation and increase in energy prices. However, despite the challenging circumstances, the Group remains focused in ensuring the quality of its products and in serving the best interests of its customers. In addition, the Group is proceeding with the disposal of its operations in Madagascar and is currently completing some conditions precedent. Management continues to engage with the authorities in Mauritius to find acceptable solutions in order to address the adverse impact of price controls on the cement industry.

Earnings per share

The calculation of earnings per share is based on the profit attributable to the owners of the company of MUR 27.6m (March 2023: loss MUR 45.6 m) and the number of shares in issue of 27,000,000 (2023: 27,000,000).

Dividend

A final dividend of MUR 3.30 per share was declared (2023 : MUR 1.77 per share) on 25 March 2024 in respect of the financial year ended 31 December 2023.

Other

The abridged consolidated financial statements for the quarter ended 31 March 2024 are unaudited. The accounting policies and standards used in the preparation of these abridged unaudited consolidated financial statements are consistent with those used in the audited consolidated financial statements for the year ended 31 December 2023, except for relevant amendments to published standards, standards and interpretations issued and which are effective as from 1 January 2024. This interim report complies with IAS 34.

Copies of the above abridged consolidated financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the Company, Mer Rouge, Port Louis or can be viewed on the company's website www.koloscement.com.

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 at the registered office of the Company.

By Order of the Board

Gamma Corporate Services Ltd
Company Secretary

09 May 2024

These abridged unaudited consolidated financial statements are issued pursuant to DEM Rule 18 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.