

## SEMARIS LTD UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE SECOND QUARTER AND SEMESTER ENDED 31 DECEMBER 2020

### GROUP ABRIDGED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Semester ended <b>31 December 2020</b> Rs '000	Semester ended 31 December 2019 Rs '000	Quarter ended <b>31 December 2020</b> Rs '000	Quarter ended 31 December 2019 Rs '000	Nine-month period ended 30 June 2020 Rs '000
<b>Revenue</b>	<b>686,232</b>	119,895	<b>686,232</b>	119,895	176,543
Operating expenses	<b>(519,851)</b>	(144,612)	<b>(507,633)</b>	(134,541)	(210,617)
Staff costs	<b>(21,642)</b>	(13,435)	<b>(11,072)</b>	(13,325)	(30,416)
<b>Earning/(loss) from operating activities</b>	<b>144,739</b>	(38,152)	<b>167,527</b>	(27,971)	(64,490)
Operating income	<b>37,575</b>	9,214	<b>29,699</b>	9,214	54,049
Net impairment losses on financial assets	-	-	-	-	(552)
<b>NORMALISED EBITDA</b>	<b>182,314</b>	(28,938)	<b>197,226</b>	(18,757)	(10,993)
Other impairment losses	-	-	-	-	(457,003)
Fair value movement in investment property	-	-	-	-	(205,353)
Gain on bargain purchase	-	127,530	-	-	-
<b>EBITDA</b>	<b>182,314</b>	98,592	<b>197,226</b>	(18,757)	(673,349)
Finance costs	<b>(70,065)</b>	(32,943)	<b>(45,868)</b>	(25,592)	(81,568)
Finance revenue	-	-	-	-	295
Finance costs on lease liabilities	<b>(4,681)</b>	-	<b>(2,385)</b>	-	(6,498)
Depreciation and amortisation	<b>(13,052)</b>	(4,671)	<b>(6,584)</b>	(4,671)	(24,308)
<b>Profit/(loss) before tax</b>	<b>94,516</b>	60,978	<b>142,389</b>	(49,020)	(785,428)
Income tax	<b>(4,335)</b>	-	<b>(4,335)</b>	-	2,195
<b>Profit/(loss) for the semester/ quarter/ period</b>	<b>90,181</b>	60,978	<b>138,054</b>	(49,020)	(783,233)
<b>Other comprehensive income:</b>					
<i>Other comprehensive income that may be reclassified to profit or loss in subsequent periods:</i>					
Exchange differences on translation of foreign operations	<b>183,166</b>	26,124	<b>47,266</b>	27,001	254,127
<b>Other comprehensive income for the semester/quarter/period</b>	<b>183,166</b>	26,124	<b>47,266</b>	27,001	254,127
<b>Total comprehensive income/(loss) for the semester/quarter/period</b>	<b>273,347</b>	87,102	<b>185,320</b>	(22,019)	(529,106)
<b>Basic and diluted earnings/(loss) per share (Rs)</b>	<b>0.16</b>	0.11	<b>0.25</b>	(0.04)	(1.43)

### SEGMENTAL REPORTING:

Profit/(loss) before tax for the semester/quarter/period:

Morocco	<b>178,228</b>	108,726	<b>194,812</b>	(18,804)	(687,954)
Mauritius	<b>(62,026)</b>	(44,264)	<b>(37,351)</b>	(26,732)	(73,080)
Seychelles	<b>(21,686)</b>	(3,484)	<b>(15,072)</b>	(3,484)	(24,394)
	<b>94,516</b>	60,978	<b>142,388</b>	(49,020)	(785,428)

### GROUP ABRIDGED STATEMENT OF FINANCIAL POSITION

	As at <b>31 December 2020</b> Rs '000	As at 31 December 2019 Rs '000	As at 30 June 2020 Rs '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	<b>462,152</b>	141,154	452,607
Right-of-use assets	<b>521,314</b>	107,760	538,966
Investment property	<b>811,448</b>	1,556,229	756,718
Intangible assets	<b>1,293</b>	445,742	1,442
Deferred tax assets	<b>3,031</b>	-	3,029
Financial assets at amortised cost	<b>402,986</b>	-	332,634
	<b>2,202,224</b>	2,250,885	2,085,396
<b>Current assets</b>			
Inventories	<b>3,484,670</b>	3,573,536	3,771,080
Trade and other receivables	<b>1,132,477</b>	452,497	410,013
Financial assets at amortised cost	<b>35,661</b>	371,246	37,954
Prepayments	<b>23,239</b>	24,810	20,555
Cash in hand and at banks	<b>105,315</b>	97,068	159,591
	<b>4,781,362</b>	4,519,157	4,399,193
<b>TOTAL ASSETS</b>	<b>6,983,586</b>	6,770,042	6,484,589
<b>EQUITY AND LIABILITIES</b>			
Shareholders' interests	<b>3,439,294</b>	3,673,037	3,165,947
Non-current liabilities excluding lease liabilities	<b>1,286,845</b>	2,208,830	2,168,250
Lease liabilities	<b>100,495</b>	113,585	100,309
Current liabilities	<b>2,156,952</b>	774,590	1,050,083
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,983,586</b>	6,770,042	6,484,589

### GROUP ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Stated capital <b>Rs '000</b>	(Revenue deficit)/retained earnings <b>Rs '000</b>	Foreign exchange difference reserves <b>Rs '000</b>	Total equity <b>Rs '000</b>
Balance at 1 July 2019	1	(9,065)	-	(9,064)
Issue of shares	3,594,999	-	-	3,594,999
Profit for the semester	-	60,978	-	60,978
Other comprehensive income	-	-	26,124	26,124
Total comprehensive income for the semester	-	60,978	26,124	87,102
Balance as at 31 December 2019	<b>3,595,000</b>	<b>51,913</b>	<b>26,124</b>	<b>3,673,037</b>
Balance at 1 July 2020	3,595,000	(682,302)	253,249	3,165,947
Profit for the semester	-	90,181	-	90,181
Other comprehensive income	-	-	183,166	183,166
Total comprehensive income for the semester	-	90,181	183,166	273,347
<b>Balance as at 31 December 2020</b>	<b>3,595,000</b>	<b>(592,121)</b>	<b>436,415</b>	<b>3,439,294</b>

### GROUP ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Semester ended <b>31 December 2020</b> Rs '000	Semester ended 31 December 2019 Rs '000	Nine months period ended 30 June 2020 Rs '000
Net cash flows used in operating activities	<b>(36,166)</b>	(825,088)	(18,736)
Net cash flows (used in)/generated from investing activities	<b>(1,367)</b>	30,219	(4,053)
Net cash flows (used in)/generated from financing activities	<b>(22,365)</b>	891,815	37,782
Net (decrease)/increase in cash and cash equivalents	<b>(59,898)</b>	96,946	14,993
Cash and cash equivalents at 1 July,	<b>148,586</b>	-	130,521
Net foreign exchange differences	<b>3,301</b>	153	3,072
Cash and cash equivalents at end of the semester/period	<b>91,989</b>	97,099	148,586

## COMMENTS

### FINANCIAL PERFORMANCE FOR THE QUARTER ENDED 31 DECEMBER 2020

Domaine Palm Marrakech S.A., our Moroccan entity being the only subsidiary of the Group which is currently cash generating, posted a turnover of Rs 686m for the quarter due to the finalisation of the sale of four prime plots of land overlooking our golf course and the delivery of five villas.

The Group's EBITDA for the quarter stood at Rs 197m compared to a negative EBITDA of Rs 15m for the previous quarter.

A finance cost of Rs 46m was incurred in the quarter. It is recurring and mostly linked to the purchase of land at Les Salines, Black River.

The Group posted an improved Group profit after tax of Rs 91m compared to a loss of Rs 48m in the previous quarter.

### OUTLOOK

In **Morocco**, with the start of the COVID-19 vaccination programme at the beginning of February 2021, coupled with increasing marketing campaigns in our target markets, more sales of villas are expected to materialise during the next semester.

In **Mauritius**, we are still waiting for the ruling from the Environment and Land Use Tribunal in order to launch our PDS project at Les Salines, Black River.

In **Seychelles**, negotiations are ongoing with the relevant authorities concerning our project in Praslin.

*The unaudited interim financial statements for the second quarter and semester ended 31 December 2020 are issued pursuant to DEM Rule 18 and Section 88 of the Securities Act 2005.*

*The statement of direct and indirect interests of Directors and Senior Officers pursuant to section 8(2)(m) Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available free of charge at the registered office of the Company, Beachcomber House, Botanical Garden Street, Curepipe. Copies of this report are available free of charge at the head office of the Company.*

*The Board of Directors of Semaris Ltd accepts full responsibility for the accuracy of the information contained in this report.*

**By order of the Board**

**8 February 2021**