

BLUELIFE LIMITED

Business Registration Number: C07050411

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND HALF-YEAR ENDED 31 DECEMBER 2018

UNAUDITED ABRIDGED STATEMENTS OF FINANCIAL POSITION - DECEMBER 31, 2018

	THE GROUP		THE COMPANY	
	Unaudited as at Dec. 31, 2018	Audited as at June 30, 2018	Unaudited as at Dec. 31, 2018	Audited as at June 30, 2018
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets	3,238,395	3,242,455	2,101,696	2,106,627
Current assets	343,464	387,990	374,188	370,034
Non-current assets classified as held for sale	582,512	583,926	342,889	342,941
Total assets	4,164,371	4,214,371	2,818,773	2,819,602
EQUITY AND LIABILITIES				
Capital and reserves (attributable to owners of the parent)				
Owners' interest	2,289,955	2,350,449	2,449,735	2,488,247
Non-controlling interests	(15,663)	(9,782)	-	-
Total equity	2,274,292	2,340,667	2,449,735	2,488,247
Non-current liabilities	629,384	629,686	1,647	1,647
Current liabilities	955,407	937,172	356,781	323,207
Liabilities directly associated with non-current assets held-for-sale	305,288	306,846	10,610	6,501
Total equity and liabilities	4,164,371	4,214,371	2,818,773	2,819,602

UNAUDITED ABRIDGED STATEMENTS OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2018

THE GROUP	Attributable to owners of the parent						
	Stated capital	Other reserves	Actuarial reserves	Revenue deficit	Total	Non-controlling interests	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Balance at July 1, 2018	3,472,320	26,080	207	(1,148,158)	2,350,449	(9,782)	2,340,667
Loss for the period	-	-	-	(60,494)	(60,494)	(5,881)	(66,375)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total Comprehensive income for the period	-	-	-	(60,494)	(60,494)	(5,881)	(66,375)
Balance at December 31, 2018	3,472,320	26,080	207	(1,208,652)	2,289,955	(15,663)	2,274,292
Balance at July 1, 2017	3,027,298	26,080	(2,427)	(863,798)	2,187,153	11,491	2,198,644
Loss for the period	-	-	-	(161,774)	(161,774)	(10,491)	(172,265)
Other comprehensive income for the period	-	-	2,112	-	2,112	(76)	2,036
Total Comprehensive income for the period	-	-	2,112	(161,774)	(159,662)	(10,567)	(170,229)
Balance at December 31, 2017	3,027,298	26,080	(315)	(1,025,572)	2,027,491	924	2,028,415
THE COMPANY							
Balance at July 1, 2018	3,472,320	1,326	(985,399)		2,488,247		
Loss for the period	-	-	(38,512)		(38,512)		
Other comprehensive income for the period	-	-	-		-		
Total Comprehensive income for the period	-	-	(38,512)		(38,512)		
Balance at December 31, 2018	3,472,320	1,326	(1,023,911)		2,449,735		
Balance at July 1, 2017	3,027,298	(1,159)	(746,663)		2,279,476		
Loss for the period	-	-	(98,052)		(98,052)		
Other comprehensive income for the period	-	2,383	-		2,383		
Total Comprehensive income for the period	-	2,383	(98,052)		(95,669)		
Balance at December 31, 2017	3,027,298	1,224	(844,715)		2,183,807		

UNAUDITED ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2018

	THE GROUP				THE COMPANY			
	Unaudited 3 months to Dec. 31, 2018	Unaudited 3 months to Dec. 31, 2017	Unaudited 6 months to Dec. 31, 2018	Unaudited 6 months to Dec. 31, 2017	Unaudited 3 months to Dec. 31, 2018	Unaudited 3 months to Dec. 31, 2017	Unaudited 6 months to Dec. 31, 2018	Unaudited 6 months to Dec. 31, 2017
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Continuing activities								
Revenue	175,862	176,942	291,586	403,478	2,492	101	6,820	4,165
Operating (loss)/profit before finance costs	(662)	164	(23,429)	17,213	(13,892)	(37,122)	(25,612)	(48,832)
Finance costs	(19,969)	(26,083)	(41,838)	(61,766)	(4,530)	(7,548)	(8,672)	(18,135)
Impairment charges	(2,114)	600	(4,228)	(61,876)	(2,114)	(15,614)	(4,228)	(35,673)
Net increase/(decrease) in fair value of investment properties	-	11,571	-	(26,917)	-	3,292	-	(6,019)
Loss before taxation	(22,745)	(13,748)	(69,495)	(133,346)	(20,536)	(56,992)	(38,512)	(108,659)
Income tax (charge)/credit	-	(11,122)	308	(3,672)	-	(13,360)	-	(1,953)
Loss for the period from continuing operations	(22,745)	(24,870)	(69,187)	(137,018)	(20,536)	(70,352)	(38,512)	(110,612)
Profit/(loss) from discontinued operations net of tax	1,544	(17,470)	2,812	(35,247)	-	12,559	-	12,560
Loss for the period	(21,201)	(42,340)	(66,375)	(172,265)	(20,536)	(57,793)	(38,512)	(98,052)
Other comprehensive income for the period, net of tax	-	(961)	-	2,036	-	689	-	2,383
Total comprehensive income for the period	(21,201)	(43,301)	(66,375)	(170,229)	(20,536)	(57,104)	(38,512)	(95,669)
Loss attributable to:								
Owners of the parent	(23,501)	(41,923)	(60,494)	(161,774)	(20,536)	(57,793)	(38,512)	(98,052)
Non-controlling interests	2,300	(417)	(5,881)	(10,491)	-	-	-	-
Total comprehensive income attributable to:								
Owners of the parent	(23,501)	(42,340)	(66,375)	(172,265)	(20,536)	(57,793)	(38,512)	(98,052)
Non-controlling interests	2,300	(998)	(5,881)	(10,567)	-	-	-	-
Total comprehensive income attributable to:								
Owners of the parent	(23,501)	(42,340)	(66,375)	(170,229)	(20,536)	(57,104)	(38,512)	(95,669)
Loss per share (Rs/c)								
-From continuing and discontinued operations	(0.040)	(0.093)	(0.103)	(0.359)	(0.035)	(0.128)	(0.066)	(0.218)
-From continuing operations	(0.043)	(0.054)	(0.108)	(0.281)	(0.035)	(0.156)	(0.066)	(0.246)

UNAUDITED ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2018

	THE GROUP				THE COMPANY			
	Unaudited 3 months to Dec. 31, 2018	Unaudited 3 months to Dec. 31, 2017	Unaudited 6 months to Dec. 31, 2018	Unaudited 6 months to Dec. 31, 2017	Unaudited 3 months to Dec. 31, 2018	Unaudited 3 months to Dec. 31, 2017	Unaudited 6 months to Dec. 31, 2018	Unaudited 6 months to Dec. 31, 2017
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Continuing operations								
Basic loss per share (<i>Rupees & cents</i>)	(0.040)	(0.093)	(0.103)	(0.359)	(0.035)	(0.128)	(0.066)	(0.218)
Continuing and discontinued operations	(0.043)	(0.054)	(0.108)	(0.281)	(0.035)	(0.156)	(0.066)	(0.246)
Continuing operations								
Net Assets per share (<i>Rupees & cents</i>)	3.496	4.767	3.496	4.767	3.740	5.134	3.740	5.134
Number of ordinary shares	654,942,099	425,342,317	654,942,099	425,342,317	654,942,099	425,342,317	654,942,099	425,342,317
Weighted average number of ordinary share in issue	586,748,884	450,362,453	586,748,884	450,362,453	586,748,884	450,362,453	586,748,884	450,362,453

UNAUDITED ABRIDGED STATEMENTS OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	THE GROUP		THE COMPANY	
	Unaudited 6 months to Dec. 31, 2018	Unaudited 6 months to Dec. 31, 2017	Unaudited 6 months to Dec. 31, 2018	Unaudited 6 months to Dec. 31, 2017
	Rs'000	Rs'000	Rs'000	Rs'000
Operating activities				
Net cash used in operating activities	(117,151)	(75,221)	(44,490)	(51,912)
Investing activities				
Net cash used in investing activities	(20,658)	(12,517)	(157)	(4,823)
Financing activities				
Net cash from/(used in) financing activities	39,421	(36,551)	39,963	(2)
Increase in cash and cash equivalents	(98,388)	(124,289)	(4,684)	(56,737)
Movement in cash and cash equivalents				
At July 1	(173,228)	(228,451)	(201,410)	(213,647)
Effect of foreign exchange difference	624	(1,417)	-	(3)
Decrease	(98,388)	(124,289)	(4,684)	(56,737)
At December 31,	(270,992)	(354,157)	(206,094)	(270,387)

NOTES TO THE UNAUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2018

1. The abridged quarterly financial statements have been prepared in accordance with International Financial Reporting Standards.

2. ACTIVITY

Further to the change in financial year in 2018, we are reporting on the second quarter of our financial year 2018-2019 while comparatives are those of the fourth quarter of calendar year 2017. This allows comparisons of figures of a cyclical nature, although the impairment charges and fair value of investment properties which were recognised at financial year end in 2017 distorts the comparison.

For the second quarter ending 31 December 2018, the Group and the Company recorded losses of Rs. 21.2m (2017 Rs. 42.3m) and Rs. 20.5m (2017 Rs. 57.8m) respectively. The Group operational results, before interest as well as before fair value and impairment charges, for the quarter to December 2018 do not diverge materially from 2017 results. We registered losses of Rs 662k for 2018 as compared to a profit of Rs. 162k in 2017, but segmental analysis shows fundamental variations in our various lines of operation:

- Our hospitality cluster continues to improve its performance and both hotels have registered positive results for the quarter with combined net profit before finance cost of Rs. 25.5m (Rs. 18.4m in the same quarter in 2017)
- On the contrary, our subsidiaries involved in property development segment (mainly under IRS and PDS schemes), after being positive contributors to net income in 2017, registered losses of Rs. 8m in the quarter under consideration with no project at construction stage yet. As previously stated this segment will only start contributing to Group revenues on a percentage completion basis as we start construction of the Rive Droite project currently being sold off-plan.
- The Company's losses before interest and impairment stands at Rs 13.9m in the quarter with a 63% reduction compared to losses in 2017. This is the result of head office costs which continue to be unmatched by revenues generated by project development.

Financial costs, as a result of the capital restructuring undertaken early in 2018, continue to be reduced compared to previous year but the absence of revenue from the property development will gradually lead to an increase in debt, before it falls again upon realisation of assets and reaching construction phase for the Rive Droite project. The management continues to work for the sale of Circle Square Holding Company Ltd under a revised disposal and development plan to be implemented before the financial year end and the activities of this subsidiary continues to be considered as held for sale.

At quarter end, the Group total assets and net assets stood at Rs. 4.16 Bn and Rs. 2.29 Bn respectively (30 June 2018 4.21 Bn and Rs 2.35Bn). As a result of the change in net assets, net assets per share stands at Rs 3.50.

3. 'SEGMENT INFORMATION - THE GROUP

BlueLife Limited's reportable segments namely land development, property, hotel and service are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies. Most of the businesses were acquired as individual units, and the management at the time of the acquisition was retained.

The Group has four reportable segments: Land development, Yielding property, Hotel and Service.

The accounting policies of the operating segments are the same as those described in the summary of significant accounting policies. Performance is evaluated on the basis of profit or loss from operations before tax expense. Intersegment sales and transfers are accounted for as if the sales or transfers were to third parties, that is, at current market prices.

6 months ended December 31, 2018	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	-	10,058	260,030	21,498	291,586
Loss before finance costs	-	-	-	-	(27,657)
Finance costs	-	-	-	-	(41,838)
Loss before taxation	-	-	-	-	(69,495)
Income tax credit	-	-	-	-	308
Profit from discontinued operations	-	-	-	-	2,812
Loss for the period	-	-	-	-	(66,375)

6 months ended December 31, 2017	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	155,799	8,898	223,655	15,126	403,478
Loss before finance costs	-	-	-	-	(71,580)
Finance costs	-	-	-	-	(61,766)
Loss before taxation	-	-	-	-	(133,346)
Income tax charge	-	-	-	-	(3,672)
Loss from discontinued operations	-	-	-	-	(35,247)
Loss for the period	-	-	-	-	(172,265)

June 30, 2018	Land Development	Yielding Property	Hotel	Service	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Segment assets	2,192,944	670,054	1,292,189	9,184	4,164,371
Segment liabilities	604,131	387,816	893,908	4,224	1,890,079

By Order of the Board
IBL Management Ltd
Company Secretary

February 12, 2019

Copies of these abridged unaudited financial statements and the statement of direct and indirect interests of officers of the Company are available free of charge, upon request made to the Company Secretary, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

The above abridged unaudited financial statements are issued pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of BlueLife Limited accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.