

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2022 (CONT'D)

2. BASIS OF ACCOUNTING (CONT'D)

2.3 Application of new and revised International Financial Reporting Standards.

New and amended standards adopted by the Group

Amendment to IFRS 16, 'Leases' – Covid-19 – Related rent concessions extension of the practical expedient (effective for periods beginning on or after 1 April 2021) extends the date of the practical expedient under IFRS 16 in relation to Covid-19 – Related rent concessions from 30 June 2021 to 30 June 2022. Lessees can elect to account for such rent concessions in the same way as they would if they were not lease modifications.

'Interest Rate Benchmark Reform – Phase 2 (effective for periods beginning on or after 1 January 2021) introduces a practical expedient for modifications required by the reform, clarify that hedge accounting is not discontinued solely because of the interbank offered rate (IBOR) reform, and introduce disclosures that allow users to understand the nature and extent of risks arising from the IBOR reform to which the entity is exposed to and how the entity manages those risks as well as the entity's progress in transitioning from IBORs to alternative benchmark rates, and how the entity is managing this transition. The amendment did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

New standards and interpretations not yet adopted

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 30 June 2022 reporting periods and have not been early adopted by the Group. These standards, amendments or interpretations are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

3. SEGMENT INFORMATION

The reportable segments are strategic business units that offer different products and services. They are managed separately because each business unit requires different strategies. The Group has six reportable segments:

- Textile derives income mainly from the sale of knitwear, woven and fine knits products.
- Agro earns income mainly from sugar production.
- Property derives income mainly land and property development.
- Hotels and Resorts derives income through the ownership and management of portfolio of hotels.
- Financial services derive income mainly from banking, fiduciary products and portfolio management.
- Healthcare derives income through the running of healthcare facilities.
- CIEL – Holding Company derives income through dividend return from its investments.

The accounting policies of the operating segments are the same as those described in the summary of significant accounting policies. The Group evaluates performance on basis of Profit & Loss from operations.

3. SEGMENT INFORMATION (CONT'D)

	Textile	Property*	Agro	Hotels & Resort	Financial Services	Healthcare	CIEL And others**	Eliminations/ Unallocated	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
THE GROUP									
<u>Year ended 30 June 2022</u>									
Total revenue	15,454,249	121,677	-	4,839,078	4,544,464	3,561,758	819,408	(816,040)	28,524,594
Earnings before interest, tax, depreciation, amortisation, impairments and fair value gain on investment properties	1,720,906	101,823	(3,482)	1,223,940	1,409,089	832,381	496,163	(696,673)	5,084,147
Depreciation and amortisation	(342,849)	(15,013)	-	(561,719)	(248,982)	(208,947)	(5,316)	(7,490)	(1,390,316)
Earnings before interest, tax, impairments and fair value gain on investment properties	1,378,057	86,810	(3,482)	662,221	1,160,107	623,434	490,847	(704,163)	3,693,831
Impairment of financial assets	(2,971)	-	-	(855)	(645,892)	(31,780)	-	207,155	(474,343)
Fair value gain on investment properties	-	169,740	-	-	15,312	-	-	-	185,052
Finance income	11,677	-	-	58,274	599	9,785	15,549	(24,000)	71,884
Finance cost	(175,606)	(11,021)	-	(487,709)	(33,311)	(80,044)	(158,536)	23,174	(923,053)
Share of result of associates and joint ventures	(22,908)	50,117	211,943	19,515	187,672	-	-	(14,438)	431,901
Profit before income tax	1,188,249	295,646	208,461	251,446	684,487	521,395	347,860	(512,272)	2,985,272
Income tax	(154,798)	(70,603)	-	(51,366)	(173,390)	(90,908)	(3,495)	-	(544,560)
Profit from continuing operations	1,033,451	225,043	208,461	200,080	511,097	430,487	344,365	(512,272)	2,440,712
(Loss)/profit from discontinued operations	(288,349)	-	-	-	-	1,628	-	-	(286,721)
Profit for the year	745,102	225,043	208,461	200,080	511,097	432,115	344,365	(512,272)	2,153,991

* Include Evolis Group figures. Management deemed more useful to present all the Evolis property figures under the property segment, rather than the textile segment, for segmental reporting.

** CIEL and Others consist of CIEL Limited, CIEL Corporate Services, Azur Financial Services, EM Insurance Brokers Limited and Rockwood Textile.

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2022 (CONT'D)

3. SEGMENT INFORMATION (CONT'D)

	Textile	Property*	Agro	Hotels & Resort	Financial Services	Healthcare	CIEL and others**	Eliminations/ Unallocated	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
THE GROUP									
<u>Year ended 30 June 2021</u>									
Total revenue	10,444,465	103,069	6,000	527,901	3,782,304	2,994,560	564,503	(554,175)	17,868,627
Earnings before interest, tax, depreciation, amortisation, impairments, and fair value gain on investment properties	1,185,310	1,825	2,164	(594,048)	1,262,241	556,556	331,927	(338,236)	2,407,739
Depreciation and amortisation	(303,193)	(12,149)	-	(560,809)	(246,397)	(174,486)	(4,806)	1,005	(1,300,835)
Earnings before interest, tax, impairments, and fair value gain on investment properties	1,185,310	(10,324)	2,164	(1,154,857)	1,015,844	382,070	327,121	(337,231)	1,106,904
Impairment of financial assets	-	(4,183)	-	(18,237)	(230,276)	(30,682)	(2,767)	-	(286,145)
Fair value gain on investment properties	-	942,110	-	-	17,528	-	-	-	959,638
Finance income	7,370	42	-	8,062	810	3,787	-	-	20,071
Finance cost	(132,795)	(10,948)	-	(883,548)	(34,061)	(94,761)	(138,853)	-	(1,294,966)
Share of result of associates and joint ventures		(157)	241,895	(75,953)	25,988	17,653	16,843	41,035	267,304
Profit before income tax	756,692	916,540	244,059	(2,124,533)	795,833	278,067	202,344	(296,196)	772,806
Income tax	(103,203)	(3,631)	-	224,637	(187,560)	(6,545)	(3,246)	-	(79,548)
Profit from continuing operations	653,489	912,909	244,059	(1,899,896)	608,273	271,522	199,098	(296,196)	693,258
(Loss)/profit from discontinued operations	(26,930)	-	-	(244,927)	-	24,476	-	-	(247,381)
Profit for the year	626,559	912,909	244,059	(2,144,823)	608,273	295,998	199,098	(296,196)	445,877

3. SEGMENT INFORMATION (CONT'D)

2022	Textile	Property*	Agro	Hotels & Resort	Financial Services	Healthcare	CIEL and others**	Eliminations/ Unallocated	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
Assets excluding associates & joint ventures	14,084,367	5,511,343	36,404	21,660,460	46,312,311	4,685,822	25,031,329	(25,560,178)	91,761,858
Joint ventures	336,514	29,051	-	63,693	2,019,794	-	162,466	(157,270)	2,454,248
Associates	-	298,055	1,453,175	285,207	1,009	-	185,087	1,732,390	3,954,923
Segment assets	14,420,881	5,838,449	1,489,579	22,009,360	48,333,114	4,685,822	25,378,882	(23,985,058)	98,171,029
Segment liabilities	10,488,289	605,567	31,811	12,169,036	43,233,315	2,758,524	4,315,868	(1,814,701)	71,787,709

2021	Textile	Property*	Agro	Hotels & Resort	Financial Services	Healthcare	CIEL And others**	Eliminations/ Unallocated	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
Assets excluding associates & joint ventures	12,039,570	2,826,152	36,051	19,566,430	38,369,274	4,195,395	16,494,152	(15,364,458)	78,162,566
Joint ventures	-	-	188	49,277	1,935,237	-	1,445,643	(1,451,066)	1,979,279
Associates	-	-	1,371,537	392,645	23,329	-	1,965,477	231,339	3,984,327
Segment assets	12,039,570	2,826,152	1,407,776	20,008,352	40,327,840	4,195,395	19,905,272	(16,584,185)	84,126,172
Segment liabilities	7,777,498	366,084	29,575	13,089,313	35,359,372	2,502,422	3,741,713	(924,941)	61,941,036

* Include Evolis group figures. Management deemed more useful to present all the Evolis property figures under the property segment for segmental reporting.

** CIEL and Others consist of CIEL Limited, CIEL Corporate Services, Azur Financial Services, EM Insurance Brokers Limited and Rockwood Textile.

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2022 (CONT'D)

3. SEGMENT INFORMATION (CONT'D)

<u>THE GROUP</u>	REVENUES FROM EXTERNAL			
	Customers		Non-current Assets	
	2022	2021	2022	2021
	MUR' 000	MUR' 000	MUR' 000	MUR' 000
Geographical information				
Mauritius	18,933,684	11,212,753	36,708,525	32,530,885
Madagascar	4,265,881	3,525,985	17,204,395	12,727,230
Asia	3,738,299	2,065,208	1,702,556	1,289,224
Maldives	-	-	-	340,975
South Africa	844,202	589,100	187,493	248,377
Others	742,528	475,581	571,924	560,051
	28,524,594	17,868,627	56,374,893	47,696,742

Revenues from external customers are presented based on the respective subsidiaries' country of domicile.

4. REVENUE

The Group

Sale of goods

Sales of goods are recognised when control of the products has been transferred, being when the products are delivered to the customer. A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only passage of time is required before the payment is due.

Sales of goods comprise the sale of knits, knitwear and woven textile garments.

Sale of services

Services provided by the group comprise operation, management and rental of properties, tourism, hospitality and leisure activities, medical services, and banking and financial services.

Revenue from providing services is recognised in the accounting period in which the services are rendered. Revenue is recognised when control of the services is transferred to the customer at an amount that reflects the condition to which the company expects to be entitled in exchange for those services. Income from the rendering of services include the following: