

# ALTEO LIMITED AND ITS SUBSIDIARIES

## CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED DECEMBER 31, 2024

**“Alteo delivers better performance from its Property operations, with results nonetheless impacted by lower sugar production and prices”**

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

	Unaudited 3 months to 31 Dec 2024	Unaudited 3 months to 31 Dec 2023	Unaudited 6 months to 31 Dec 2024	Unaudited 6 months to 31 Dec 2023
	Rs 000	Rs 000	Rs 000	Rs 000
<b>REVENUE</b>	<b>1,251,315</b>	1,570,040	<b>2,682,493</b>	2,881,729
Earnings before interest, taxation, depreciation and amortisation	491,255	462,318	950,477	1,213,612
Release of deferred income	4,769	4,768	9,537	9,537
Depreciation and amortisation	(100,840)	(96,064)	(201,262)	(193,151)
Earnings before interest and taxation	395,184	371,022	758,752	1,029,998
Finance costs	(12,277)	(17,562)	(25,971)	(36,060)
Share of results of joint ventures & associates	15,801	(3,584)	9,005	5,946
<b>Profit before taxation</b>	<b>398,708</b>	349,876	<b>741,786</b>	999,884
Taxation	(4,206)	(10,611)	(14,132)	(15,257)
<b>Profit for the period</b>	<b>394,502</b>	339,265	<b>727,654</b>	984,627
Other comprehensive income for the period	234	3,173	9,310	7,155
<b>Total comprehensive income for the period</b>	<b>394,736</b>	342,438	<b>736,964</b>	991,782
<b>Profit attributable to:</b>				
- Equity holders	360,514	271,871	644,665	860,831
- Non-controlling interests	33,988	67,394	82,989	123,796
	<b>394,502</b>	339,265	<b>727,654</b>	984,627
<b>Total comprehensive income attributable to:</b>				
- Equity holders	360,748	275,045	653,975	867,987
- Non-controlling interests	33,988	67,393	82,989	123,795
	<b>394,736</b>	342,438	<b>736,964</b>	991,782
Basic and diluted earnings per share	Rs 1.13	0.85	2.02	2.70

### GROUP CONDENSED STATEMENT OF FINANCIAL POSITION

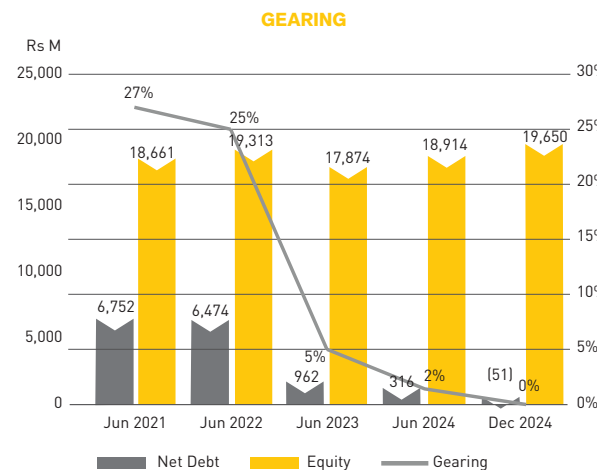
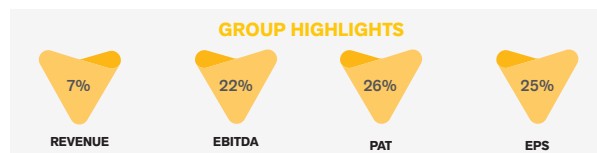
	Unaudited 6 months to 31 Dec 2024	Audited 30 June 2024
	Rs 000	Rs 000
<b>ASSETS EMPLOYED</b>		
<b>Non-current assets</b>		
Property, plant and equipment and right-of-use assets	14,876,468	14,810,149
Investment properties	2,827,102	2,778,308
Intangible assets	614,833	640,919
Investment in joint ventures & associates	37,592	30,753
Deferred tax assets and other non current receivables	499,762	496,426
Financial assets at fair value through OCI	4,183	4,183
	<b>18,859,940</b>	18,760,738
Current assets	4,538,781	4,006,217
<b>TOTAL ASSETS</b>	<b>23,398,721</b>	22,766,955
<b>EQUITY AND LIABILITIES</b>		
Shareholders' interests	19,283,262	18,629,287
Non-controlling interests	367,555	284,566
Non-current liabilities	2,117,183	2,168,631
Current liabilities	1,630,721	1,684,471
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>23,398,721</b>	22,766,955
<b>Net asset value per share</b>	Rs 60.55	58.49
<b>Number of shares in issue</b>	No 318,492,120	318,492,120

### GROUP CONDENSED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of parent	Non-controlling interests	Total equity
	Rs'000	Rs'000	Rs'000
<b>At 1 July 2024</b>	<b>18,629,287</b>	<b>284,566</b>	<b>18,913,853</b>
Total comprehensive income for the period	653,975	82,989	736,964
<b>At 31 December 2024</b>	<b>19,283,262</b>	<b>367,555</b>	<b>19,650,817</b>
At 1 July 2023	17,430,011	444,068	17,874,079
Total comprehensive income for the period	867,987	123,795	991,782
At 31 December 2023	18,297,998	567,863	18,865,861

### GROUP CONDENSED STATEMENT OF CASH FLOWS

	Unaudited 6 months to 31 Dec 2024	Unaudited 6 months to 31 Dec 2023
	Rs 000	Rs 000
Net cash flow from operating activities	672,032	609,119
Net cash flow used in investing activities	(80,536)	(90,716)
Net cash flow used in financing activities	(330,187)	(164,755)
Net increase in cash and cash equivalents	261,309	353,648
Cash and cash equivalents at July 1,	704,280	215,710
Cash and cash equivalents at December 31,	<b>965,589</b>	569,358



### GROUP SEGMENTAL INFORMATION

Cluster analysis	Revenue				EBITDA				Profit for the period			
	3 months to 31 Dec 2024	3 months to 31 Dec 2023	6 months to 31 Dec 2024	6 months to 31 Dec 2023	3 months to 31 Dec 2024	3 months to 31 Dec 2023	6 months to 31 Dec 2024	6 months to 31 Dec 2023	3 months to 31 Dec 2024	3 months to 31 Dec 2023	6 months to 31 Dec 2024	6 months to 31 Dec 2023
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000
Agro-business	908,276	1,334,263	2,018,470	2,417,393	325,435	365,577	667,537	1,073,330	239,635	286,402	495,318	913,568
Energy	235,829	187,986	453,452	379,145	29,025	31,222	81,432	68,821	15,367	15,481	49,044	36,247
Property	137,739	101,500	282,804	177,105	136,795	65,519	201,508	71,461	139,500	37,382	183,292	34,812
Consolidation adjustments	(30,529)	(53,709)	(72,233)	(91,914)	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1,251,315</b>	1,570,040	<b>2,682,493</b>	2,881,729	<b>491,255</b>	462,318	<b>950,477</b>	1,213,612	<b>394,502</b>	339,265	<b>727,654</b>	984,627

### FINANCIAL PERFORMANCE REVIEW

#### GROUP REVIEW

Group revenue was at Rs 2.7bn for the period ended December 2024, a decrease of Rs 200m compared to the corresponding period last year. Agro-business revenue was impacted by lower production and price of sugar, which was partly offset by a better performance from the Property cluster. This was driven mostly by the progress on villa construction at Anahita. The Energy cluster saw an increase in electricity exported which, coupled with a higher coal price, resulted in higher revenue.

Group EBITDA decreased by 22% to Rs 950m, a reduction of Rs 263m compared to the corresponding period last year, mainly due to the flow-through impact of lower revenue. PAT stood at Rs 728m, which was 26% lower than the corresponding period last year. The payment of wage relativity adjustments and the 14<sup>th</sup> month bonus also impacted the performance of the Group.

In line with its prudent financial management policy, the Group's overall net debt has reduced to minimal levels. All future borrowings shall be ring-fenced to specific value-adding projects.

#### AGRO-BUSINESS

##### Profitability impacted by lower production and sugar prices

Revenue for the cluster was lower compared to the corresponding period last year mainly due to a lower cane harvested and crushed. This was compounded by a decrease in prices of Rs 3k per tonne of sugar accruing across the agricultural and milling operations. Production was impacted by a 17% drop in yield (tonnage of cane per hectare) explained by a shorter cane growth period following the late ending of crop 2023 and a persistent drought in some areas. Special sugar orders were also down by 19% for the milling operations in a sluggish market. Cluster revenue fell to Rs 2bn, Rs 399m lower than the corresponding period last year, with profitability reaching Rs 495m, down from Rs 914m.

#### ENERGY

##### Higher production and higher coal prices impact revenue

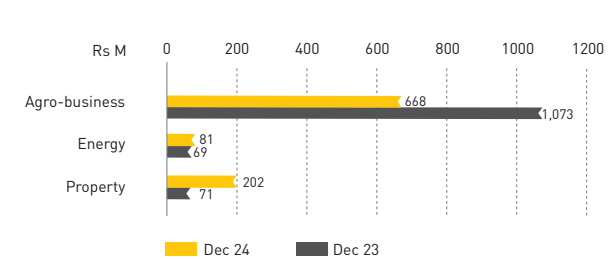
Energy production exported to the grid stood at 92 GWh, up by 5.2 GWh for the period compared to the corresponding period last year. Revenue increased by Rs 74m to Rs 453m, EBITDA by Rs 13m to Rs 81m due to higher kWh exported and lower overhead costs, resulting in net profitability of Rs 49m for the period.

#### PROPERTY

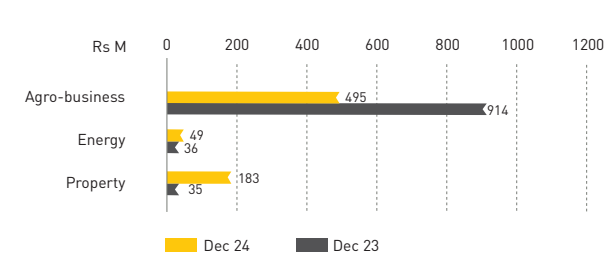
##### Higher VEFA villas construction at Anahita resulted in higher revenue and higher sale of agricultural plots has increased profitability

The Property cluster saw an increase in revenue of Rs 106m this period mainly due to higher revenue recognition on VEFA villas construction at Anahita compared to none in the same period last year. The sale of lower value serviced plots dented this increase by Rs 32m. The cluster's profitability was supported by higher sales of agricultural plots which significantly increased the inflows to the cluster compared to the corresponding period last year. Overall, the cluster posted a profit of Rs 183m this period compared to Rs 35m last year.

### EBITDA FOR THE PERIOD ALLOCATED BY CLUSTER



### PROFIT FOR THE PERIOD ALLOCATED BY CLUSTER



### OUTLOOK

Agricultural land sales are expected to continue to contribute significantly to the group's performance this year while the recent launch of infrastructure works at Anahita Beau Champ sets the tone for future recognition of smart city sales in the near future

The first phase of residential plots within Anahita Beau Champ is now expected to be delivered within 12 months, following the recent launch of the infrastructure works. The pace of sales for agricultural land has gained significant momentum with conversions in the period under review well ahead of expectation and budget. Over the next quarters, the property cluster will begin actively marketing new residential projects within several areas across its land asset base, including the 3rd phase of Mont Piton.

Sugar prices are expected to remain around current levels until the end of the current sales campaign, following the exceptional highs of last year. The Group will actively seek to maintain optimal production as the next crop starts, with a focus on special sugars early into the campaign.

#### By Order of the Board February 13, 2025

The condensed unaudited financial statements have been prepared in accordance with the Group's accounting policies which are consistent with those of the previous financial period.

The condensed unaudited financial statements are issued pursuant to Listing Rule 12.20. Copies of these condensed unaudited financial statements and the statement of direct and indirect interests of the Officers of Alteo Limited are available to the public, free of charge, at the registered office of Alteo Limited at Vivea Business Park, St Pierre, upon request made to the Company Secretary.

The Board of Directors of Alteo Limited accepts full responsibility for the accuracy on the information contained in these condensed audited financial statements.