

MON DESERT-ALMA LIMITED ANNUAL REPORT 09



Contents

	Page
Notice of Meeting	4
Corporate Information	5
Group Structure	6
Financial Highlights	7
Share Analysis	8
Directors' Report	9-10
Corporate Governance Report	11-21
Statement of Directors' Responsibilities	22
Company Secretary's Certificate	23
Statutory Disclosures	24-25
Auditor's Report	26
FINANCIAL STATEMENTS	
Balance Sheets	27
Income Statements	28
Statement of Changes in Equity	29-30
Cash Flow Statements	31
Notes to the Financial Statements	32-76

Dear Shareholder,

The Board of Directors is pleased to present the Annual Report of Mon Désert-Alma Limited and its subsidiaries for the year ended June 30, 2009.

This report was approved by the Board of Directors on the September 16, 2009.

Guy RIVALLAND
Chairman

Hector ESPITALIER-NOËL
Director

Notice of Meeting

Notice is hereby given that the Annual Meeting of shareholders of Mon Désert-Alma Limited will be held at the Company's registered office, 7th Floor, Swan Group Centre, Intendance Street, Port Louis, on November 24, 2009 at 10.00 hours, to transact the following business:

- 1 To consider the Annual Report for the year ended June 30, 2009.
- 2 To receive the report of the auditors of the Company.
- 3 To consider and approve the audited financial statements of the Company for the year ended June 30, 2009.

Ordinary Resolution

"Resolved that the audited financial statements of the Company for the year ended June 30, 2009 be hereby approved."

- 4 To elect/re-elect one director, namely Mr Hector Espitalier-Noël, who retires by rotation in accordance with Section 24.5 of the Company's constitution and, being re-eligible, offers himself for re-election.

Ordinary Resolution

"Resolved that Mr Hector Espitalier-Noël be hereby elected/re-elected as director of the Company in accordance with Section 24.5 of the Company's constitution."

- 5 To take note of the automatic reappointment of BDO de Chazal Du Mée as auditors under Section 200 of the Companies Act 2001 and to authorise the Board to fix their remuneration.

Ordinary Resolution

"Resolved that the automatic reappointment of the auditors under Section 200 of the Companies Act 2001 be noted and that the Board be authorised to fix their remuneration."

- 6 To transact such other business, if any, as may be transacted at an Annual Meeting.

Note: The profile and category of the director proposed for re-election are set out on page 13 of the Annual Report 2009.

By order of the Board

ENL Limited
Company Secretary

November 3, 2009

A member of the Company entitled to attend and vote at this meeting may appoint a proxy, whether a member or not, to attend and vote on his/her behalf. Any such appointment must be made in writing on the attached form, and the document deposited at the Share Registry and Transfer Office of the Company, MCB Registry and Securities Ltd, Raymond Lamusse Building, 9-11 Sir William Newton Street, Port Louis, Mauritius not less than twenty-four hours before the meeting is due to take place.

For the purpose of this annual meeting, the directors have resolved, in compliance with Section 120(3) of the Companies Act 2001, that the shareholders entitled to receive notice of the meeting and attend such meeting shall be those shareholders whose names are registered in the share register of the Company as at October 27, 2009.

Corporate Information

June 30, 2009

REGISTERED OFFICE

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Telephone: (230) 213 3800
Fax: (230) 208 0968
email: info@enl.mu

SECRETARY

ENL Limited
7th Floor, Swan Group Centre
Intendance Street
Port Louis

SHARE REGISTRY

MCB Registry and Securities Ltd
Raymond Lamusse Building
9-11 Sir William Newton Street
Port Louis
Tel: (230) 202 5556/ 202 5397
Fax: (230) 208 1167

MANAGEMENT

ENL Limited
7th Floor, Swan Group Centre
Intendance Street
Port Louis

AUDITORS

BDO de Chazal Du Mée

BANKERS

The Mauritius Commercial Bank Ltd
State Bank of Mauritius Ltd
Barclays Bank PLC
SBI (Mauritius) Ltd
Bank One

SOLICITORS

Étude de Commarmond Koenig

NOTARY

Me Jean Pierre Montocchio
Me Bernard d'Hotman de Villiers

SUBSIDIARIES

Mon Désert-Alma Sugar Milling Company Limited

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Telephone: (230) 213 3800
Fax: (230) 208 0968
email: info@enl.mu

MDA Properties Ltd

7th Floor, Swan Group Centre
Intendance Street
Port Louis
Telephone: (230) 213 3800
Fax: (230) 208 0968
email: info@enl.mu

Group Structure

MON DÉSSERT-ALMA LIMITED

Subsidiaries

Mon Désert-Alma
Sugar Milling Company Limited
(Sugar Miller)
80.0%

MDA Properties Ltd
(Property Development)
53.6%

Associates

Plastinax Austral Limitée
(Manufacture of sun glasses)
25.9%

Espral Ltd
(Estate Agency & Real Estate planning)
30.0%

Société du Courlis
(Rental of bungalows)
33.3%

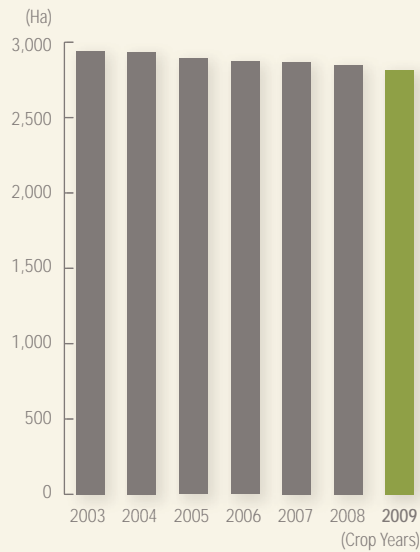
ESP Landscapers
(Landscaping)
20.0%

Large Investments

ENL Investment Limited
(Investment Holding)
8.3%

Financial Highlights

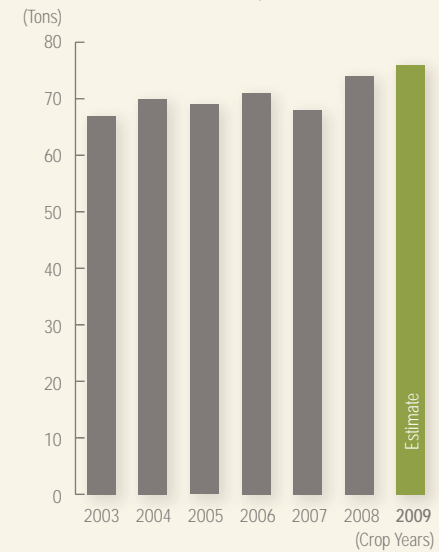
Area under Cane Cultivation



MDA Cane Production



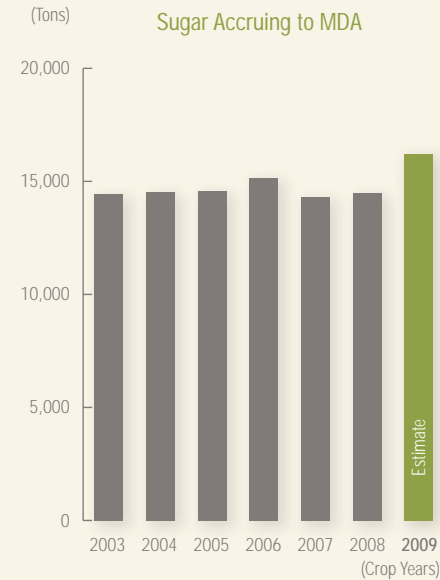
Cane Yield per Hectare



Combined Labour Force of MDA and MDA Milling



Sugar Accruing to MDA



Share Analysis

Distribution of shareholders at June 30, 2009

Range of shareholding	Shareholder Count	Quantity shares Owned	% Shares owned
1-500	579	73,438	3.35
501-1000	83	63,011	2.87
1001-5000	103	205,452	9.36
5001-10000	23	153,440	6.99
10001-50000	14	211,788	9.65
50001-100000	2	145,137	6.61
100001-250000	0	-	-
250001-500000	1	200,983	9.16
Over 500,000	1	1,141,251	52.01
Total	806	2,194,500	100.00

Spread of Shareholders

To the best knowledge of the directors, the spread of shareholders as at June 30, 2009 was as follows:

	No. of Shareholders	Shares held	%
Individuals	701	609,160	27.76
Insurance & Assurance Cos	4	14,096	0.64
Pension & Provident Funds	4	15,144	0.69
Investment & Trust Cos	10	262,554	11.96
Other Corporate Bodies	87	1,293,546	58.94
Total	806	2,194,500	100.00

Directors' Report

The directors are pleased to submit their report together with the financial statements of the Company and of the Group for the year ended June 30, 2009.

General

Mon Désert-Alma Limited (MDA) is primarily a sugar cane producer. Production averages 200,000 tonnes of cane, grown on some 3,000 hectares annually. Over the years, the Group has diversified its production to include vegetables and flowers among others.

The massive cut in sugar prices brought about by the European Union led MDA to speed up the rationalisation of its operations. It closed its sugar mill in 2007 and has since parted with a significant number of employees on the basis of relevant compensation schemes introduced by Government.

MDA is currently pursuing the optimisation of the land it owns. It has engaged fully into property development and has incorporated MDA Properties Ltd in year 2007 to develop and sell properties in the Moka region. MDA is now in the process of developing substantial portions of land situated at Bagatelle in a joint venture with strong and experienced foreign partners. Details of these transactions and initiatives are given further below.

MDA forms part of ENL Agribusiness which also includes the Savannah Group of companies. This division of the ENL group is pursuing its strategy of restructuring all business activities with renewed vigour. In this context, MDA is presently actively working towards an amalgamation with The Savannah Sugar Estates Company Limited (Savannah) in a bid to optimise land use, rationalise management and increase value for the shareholders.

Operational Review

Cane yield was better in 2008 compared with the previous year and MDA harvested 185,165 tonnes of cane compared with 173,161 tonnes in 2007. Sugar accruing to the Company amounted to 14,483 tonnes in 2008 compared with 14,321 tonnes for the preceding year.

The sugar mill having ceased operations after the 2007 crop, the tonnage of sugar accruing to the Group amounted to 14,483 tonnes compared with 22,788 tonnes last year.

Financial Performance

The Group registered a decrease in turnover as a result of Mon Désert-Alma Sugar Milling Company Limited (MDAM) ceasing its activities. This company realised a turnover of Rs 158 m last year.

However, this decrease was partly offset by MDA Properties Ltd which had its first full year of operation and contributed Rs 143m to the Group's turnover. As such, the overall turnover decreased by only 8.5%.

Operating profit before movement in consumable biological assets decreased from Rs 60 m to Rs 13 m. This reflects the discontinuation of the activities of MDAM which realised an operating profit of Rs 56 m last year. The decrease in profit is also a result of the fall in sugar prices following the second price cut brought about by the European Union. However, this decrease was partly compensated by the operating profit realised by MDA Properties Ltd.

MDA's initiatives to materialise the potential value of land under its ownership resulted in reduced finance charges and a profit on sale of properties of Rs 350m. Consequently, the group made a profit before taxation of Rs 295m as compared with a loss of Rs 71m last year.

Property Sales and Development

Sale of land to MDA Properties Ltd

During the year under review, MDA sold 16.96 arpents of land in the vicinity of Telfair to MDAM for Rs 93.3m. This sale gave rise to a profit of Rs 88.5m. MDAM then sold the plot to MDA Properties (MPL) for Rs 135m. A last portion of land of some 6.5 arpents will be purchased in 2009/10 from MDA for a total consideration of Rs 80m, resulting in an additional net cash inflow of Rs 35m for MDA. The total acreage sold to MPL and net cash received by MDA over the past two years and following the aforesaid 6.5 arpents sale, will amount to 118 arpents and Rs 377m respectively.

Sale of land to third parties

During the year ending 30 June 2009, MDA sold a total of 234 arpents of land to various third parties for a total consideration of some Rs 450m. These sales include the various plots of land compulsorily acquired by Government for the construction of the access road at Réduit and the Terre Rouge-Verdun link road. Profit arising from these sales amounted to Rs 336 m and was booked as exceptional profit in MDA's Company and Group income statements.

Performance of MDA Properties Ltd

Profit after tax for the year under consideration amounted to Rs 14m. This profit results mostly from the sale of some 4 arpents of industrial land in Saint Pierre. Three additional arpents of industrial land in Saint Pierre have been sold in August 2009, generating a profit of some Rs 9 m for MPL. Profits after tax are expected to more than double during the financial year ending 30 June 2010 to reach Rs 35m.

MPL is currently engaged in Les Allées d'Helvétia, a 72-unit residential development in Moka. Sales have been up to expectations with 60% of the units sold to date. Construction works started in February 2009 and will be completed by October 2010 and the construction of a commercial centre, a sports complex and residences catering specifically for the elderly is expected to start in January 2010.

Directors' Report

(continued)

Amalgamation

As stated earlier, MDA is currently envisaging an amalgamation with Savannah which also forms part of the ENL group. If the transaction does take place, it will give rise to a company owning some 16,000 arpents of land and holding a stake of 28.3% in ENL Investment Ltd, the investment arm of the ENL group.

The amalgamation will give rise to synergies which are currently untapped on the operational side and it will also enable a more efficient use of the group's land resources. Lands which are less suitable for agriculture can be sold off or allocated to property development whilst further initiatives to optimise productivity of the more fertile lands can be undertaken. The directors believe that the proposed amalgamation will give additional strength and impetus to these companies' potential for value creation and will thus be highly beneficial to the shareholders of the companies concerned.

In this context, a valuation exercise is being carried out by Ernst & Young which will serve to determine the basis for amalgamating MDA and Savannah. A valuation of the immovable properties of MDA has also been carried out by Gexim Real Estate Ltd and the directors have deemed it prudent to book 75% of this value in the financial statements of the Company.

Prospects

2009 Crop

The 2009 harvest is now well under way and should prove to be a normal one, save the unknown effects of last year's long lasting crop season that ended in late December. Some 194,800 tonnes of sugar cane are expected to be harvested. Sugar production is expected to be around 20,650 tonnes, out of which 16,106 tonnes will accrue to the group.

Bagatelle

MDA is proposing to develop the region of Bagatelle-Réduit in partnership with Atterbury Investment Holdings (Atterbury), a well known and highly respected South African property developer. Over the next 10 years, this partnership will develop residential, business and commercial facilities on 225 arpents of land on each side of the M1 motorway, between Réduit and the Colville Deverell Bridge.

The planned developments will be carried out in phases. Phase 1 will consist of a shopping and entertainment centre - arguably the largest to be built in Mauritius so far - a hotel and a Motor City. Works on site are scheduled to start in December 2009. MDA, which presently owns the land, will remain a 50.1% shareholder in the whole development.

Dividends

The Company has paid a dividend of Rs 18.00 per share in respect of the year under review.

By order of the Board

ENL Limited
Company Secretary

Corporate Governance Report

The directors have pleasure in submitting the Company's Corporate Governance Report.

The Company is committed to the highest standard of business integrity, transparency and professionalism in all its activities to ensure that the activities within the Company and the group are managed ethically and responsibly to enhance business value for all stakeholders. Mon Désert-Alma Limited is fully committed to the best principles of corporate governance.

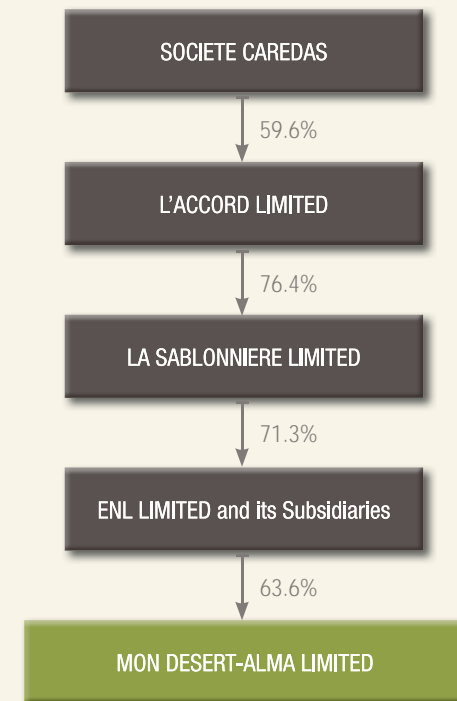
Holding Structure

Mon Désert-Alma Limited (MDA) is part of the ENL group and the cascade holding structure of the Company through which control of the Company is exercised, has remained unchanged since the previous financial year, save for some minor changes in the number of shares owned by various companies within the ENL group.

MDA's ultimate holding company remains L'Accord Limited, a limited-liability public company incorporated in Mauritius. Its ultimate control remains with Société Carédas, a société civile.

The holding structure of Mon Désert-Alma Limited as at June 30, 2009 was as follows:

(The % disclosed relates to voting rights)



Corporate Governance Report

(continued)

Common Directors

Six directors of MDA for the year ended June 30, 2009 were also directors of other companies within its holding structure, namely:

Name of Director	L'Accord Limited	La Sablonnière Limited	ENL Limited
Guy Rivalland			•
Hector Espitalier-Noël	•	•	•
Eric Espitalier-Noël	•	•	•
Gilbert Espitalier-Noël			•
Edouard Espitalier-Noël			•
Jacques Espitalier-Noël	•		•
Louis Rivalland			
Bertrand Daruty de Grandpré			

Furthermore, the directorships held by the MDA's directors in its subsidiaries for the year ended June 30, 2009 were as follows:

Directors	Mon Désert-Alma Limited	Mon Désert-Alma Sugar Milling Company Limited	MDA Properties Limited
Guy Rivalland	•	•	
Hector Espitalier-Noël	•	•	•
Eric Espitalier-Noël	•	•	•
Gilbert Espitalier-Noël	•	•	•
Edouard Espitalier-Noël	•	•	
Jacques Espitalier-Noël	•	•	
Louis Rivalland	•	•	
Bertrand Daruty de Grandpré	•	•	
Ashveenee Kumar Ramnarain		•	
Andee Moorgess		•	

Substantial Shareholders

As at June 30, 2009 the natural or legal persons having an interest of 5% or more in the ordinary shares of MDA were as follows:

	Ordinary Shares (%)
ENL Limited	52.01
ENL Investment Limited	9.16

Dividend Policy

MDA has no formal dividend policy. Payment of dividends is subject to the profitability of the Company, cash flow, working capital and capital-expenditure requirements.

The table below outlines the dividends paid by MDA over the last five financial years:

Financial years	Dividend per Share (Rs)	Dividend Value (Rs)
June 30, 2005	16.00	35,112,000
June 30, 2006	11.50	25,236,750
June 30, 2007	13.00	28,528,500
June 30, 2008	15.00	32,917,500
June 30, 2009	18.00	39,501,000

Corporate Governance Report

(continued)

Board Profile

The names and profiles of MDA's directors are as follows:

Guy Rivalland (65)

Non-Executive Director, Chairman

Guy Rivalland is a senior attorney and has been practising since 1966.

He was first appointed to MDA's board of directors in 1989.

Directorships in other listed companies

- ENL Limited
- The Savannah Sugar Estates Company Limited
- ENL Commercial Limited
- ENL Investment Limited

Hector Espitalier-Noël (51)

Executive Director

Hector Espitalier-Noël is a member of the Institute of Chartered Accountants in England and Wales.

He was first appointed to MDA's board of directors in 1984 and was appointed Chief Executive Officer of ENL group in 1990.

Directorships in other listed companies

- ENL Limited
- The Savannah Sugar Estates Company Limited
- ENL Commercial Limited
- ENL Investment Limited
- New Mauritius Hotels Ltd
- Rogers & Co Ltd
- Caudan Development Ltd
- Promotion & Development Ltd
- Tropical Paradise Co Ltd

Eric Espitalier-Noël (50)

Non-Executive Director, Member of Corporate Governance Committee

Eric Espitalier-Noël holds a Bachelor's degree in Social Science and an MBA.

He was first appointed as director of MDA in 1987. He is an executive director of ENL Limited and is currently the Chief Executive Officer of ENL Commercial Limited.

Directorships in other listed companies

- ENL Limited
- The Savannah Sugar Estates Company Limited
- ENL Commercial Limited
- ENL Investment Limited
- Livestock Feed Limited
- Les Moulins de la Concorde Ltée
- Swan Insurance Co Ltd
- The Anglo-Mauritius Assurance Society Ltd
- Tropical Paradise Co Ltd (*Alternate Director*)

Edouard Espitalier-Noël (49)

Non-Executive Director, Member of the Audit and Risk Management Committee

Edouard Espitalier-Noël holds a BSc (Hons) in Electrical & Electronic Engineering from the UK and is the Chief Retail & Communication Executive of the Cim group. He was first appointed as director of MDA in 1987.

Directorships in other listed companies

- ENL Limited
- ENL Commercial Limited

Corporate Governance Report

(continued)

Board Profile (continued)

Jacques Espitalier-Noël (78)

Non-Executive Director

Jacques Espitalier-Noël has been a long-serving board member of several companies of the ENL Group. He was first appointed to MDA's board of directors in 1987. He has had a rewarding career in Mauritius.

Directorships in other listed companies

- ENL Limited

Louis Rivalland (38)

Independent Non-Executive Director, Chairperson of Corporate Governance and Audit and Risk Management Committees

Louis Rivalland holds a BSc (Hons) degree in Actuarial Science and Statistics and is a Fellow of the Institute of Actuaries (FIA) of the United Kingdom. He is the Group Chief Executive of Swan Insurance Company Limited and The Anglo-Mauritius Assurance Society Ltd.

He was first appointed as MDA's director in 2004.

Directorships in other listed companies

- ENL Commercial Limited
- Belle Mare Holding Ltd
- Ireland Blyth Limited
- Naiade Resorts Limited
- New Mauritius Hotels Ltd
- Swan Insurance Company Limited
- The Mauritius Development Investment Trust Company Limited
- The Anglo Mauritius Assurance Society Limited

Bertrand Daruty de Grandpré (63)

Independent Non-Executive Director, Member of Corporate Governance and Audit and Risk Management Committees

Bertrand Daruty de Grandpré was first appointed as director of MDA in 1974. He has had a rewarding career as an executive director of the Constance Group of Companies.

Gilbert Espitalier-Noël (45)

Executive Director

Gilbert Espitalier-Noël holds a BSc (Hons) degree in Food Science and Engineering, a BSc in Biochemistry, Microbiology and Biotechnology, and an MBA from INSEAD.

He is an executive director of ENL Limited and is currently the Chief Executive Officer of ENL Property. He was first appointed to MDA's board of directors in March 2007.

Directorships in other listed companies

- ENL Limited
- The Savannah Sugar Estates Company Limited
- ENL Commercial Limited
- ENL Investment Limited
- Rogers & Co Ltd
- Livestock Feed Limited
- Tropical Paradise Co Ltd

Corporate Governance Report

(continued)

Directors' Interests in the Shares of the Company

Directors' interests in the shares of MDA as at June 30, 2009 were as follows:

	Ordinary Shares	
	Direct %	Indirect %
Guy Rivalland	-	-
Hector Espitalier-Noël	0.405	5.158
Eric Espitalier-Noël	0.322	5.106
Gilbert Espitalier-Noël	0.089	5.192
Edouard Espitalier-Noël	0.061	0.202
Jacques Espitalier-Noël	0.888	1.392
Louis Rivalland	-	-
Bertand Daruty de Grandpré	-	-

Profile of the Senior Management Team

At June 30, 2009, the senior management team of Mon Désert-Alma was as follows:

Jean Raymond Hardy

CEO – ENL Agribusiness, Estate Manager of Mon Désert-Alma Limited and The Savannah Sugar Estates Company Limited

Holder of MBA – University of Surrey

Previous experience at Deep River Beau Champ and Mon Loisir Sugar estates

Vincent Du Mée Duval

Administrative Manager (Finance), ENL Agribusiness

BCom, University of South Africa

Joined in 1995

Previous experience – Plant Administration Manager at Epic Oil Mills, South Africa

Gilbert D'Argent

Administrative Manager –Services, ENL Agribusiness

Diploma in Business Management, University of Surrey

Joined in 1978

Previous experience as Field Manager – Savannah Sugar Estate

Stellio Prefumo

Agricultural Manager, ENL Agribusiness division

BSc (Hons) in Crop Science and Production from University of Mauritius

Joined in 1989

Previous experience at MSIRI

Corporate Governance Report

(continued)

Related Party Transactions

Note 36 of the financial statements for the year ended June 30, 2009 situated on page 73 of the annual report 2009 details all the related party transactions between MDA or any of its subsidiaries or associates and a director, chief executive, controlling shareholder or companies owned or controlled by a director, chief executive or controlling shareholder.

Share Dealings by Directors

The board abides to the principles of the Model Code for Securities Transactions by Directors of Listed Companies as detailed in Appendix 6 of the Listing Rules issued by the Stock Exchange of Mauritius Limited. In this regard, directors are kept apprised of closed periods and of their responsibilities in respect of the above Code.

During the financial year under review, the following directors have traded in the Company's shares as follows:

Directors	Ordinary Shares bought during financial year ended June 30, 2009	Ordinary Shares sold during financial year ended June 30, 2009
Guy Rivalland	-	-
Hector Espitalier-Noël	-	-
Eric Espitalier-Noël	-	-
Edouard Espitalier-Noël	-	-
Gilbert Espitalier-Noël	-	3,600
Louis Rivalland	-	-
Jacques Espitalier-Noël	-	-
Bertrand Daruty de Grandpré	-	-

Material Clauses of the Company's Constitution

In last year's annual report, a full review of MDA's constitution was done. The directors confirm that no changes have occurred in the company's constitution during the financial year under review.

Shareholders' Agreement affecting the Governance of the Company by the Board

The directors confirm that, to the best of their knowledge, they are not aware of the existence of any such agreement during the year under review.

Contracts of Significance between the Company and its Substantial Shareholders.

MDA and one of its subsidiaries, MDA Properties Ltd, have a management contract with ENL Limited (ENL) for the provision of management and secretarial services.

The main terms and conditions of the Company's management contract with ENL are summarised hereunder:

- The contract is for 5 years and is renewable automatically thereafter for successive terms of 5 years unless either party gives to the other at least 6 months' written notice of termination of the agreement, at any time before the expiry of any of the 5-year terms.
- The management fee is levied on turnover, net profit and property-development projects, as follows:-
 - 2.5% of consolidated turnover
 - 5.5% of consolidated net profit, excluding share of results of associates and profits of subsidiaries that are managed through another direct agreement with ENL
 - 2.5% of property-development costs, excluding the cost of land.

ENL will drive all business initiatives of the Company and report to the board of directors which remains MDA's supreme governing body.

The main terms and conditions of MDA Properties Ltd's management contract with ENL are summarised hereunder:

- The contract is for 10 years and is renewable automatically thereafter for successive terms of 5 years unless either party gives to the other at least 6 months' written notice of termination of the agreement, at any time before the expiry of any of the 5-year terms.
- The management fee is levied on turnover, EBITDA (earnings before interest, taxes, depreciation and amortization) and property-development projects, as follows:-
 - 7.5% of consolidated turnover
 - 3.0% of consolidated EBITDA
 - 2.5% of property-development costs, excluding the cost of land.

ENL will drive all business initiatives of the company and report to the company's board of directors, which remains its supreme governing body.

Corporate Governance Report

(continued)

Board of Directors

As the Company's supreme governing body, the Board of Directors has full power over the affairs of the Company.

In accordance with the terms of the management contract, the Board has delegated to ENL certain of its attributions, mainly with regard to day-to-day operational matters, but all major decisions have to be submitted to it by ENL for approval. Furthermore, the Board remains accountable for such delegation.

Mon Désert-Alma Limited is governed by a Board of Directors consisting of eight directors. As per the Company's constitution, the Board shall consist of not less than four nor more than eight directors.

Remuneration of Directors

MDA's constitution confers upon the board of directors the power to fix directors' emoluments. The table hereunder lays out the present fee structure, as decided by the board, for the chairpersons and board members and of its committee members. Each director's yearly entitlement consists of two halves: one fixed (paid irrespective of attendance) and the other linked to attendance.

Category of Member	Yearly Fixed Fee (Rs)	Yearly Attendance Fee (Rs)
Company Chairman	90,000	90,000
Board member	45,000	45,000
Committee Chairman	60,000	60,000
Committee member	30,000	30,000

For the year under review, the actual remuneration of the directors was as follows:

	Total Fees (Rs)
Guy Rivalland	180,000
Hector Espitalier-Noël	90,000
Eric Espitalier-Noël	150,000
Gilbert Espitalier-Noël	90,000
Edouard Espitalier-Noël	130,000
Jacques Espitalier-Noël	45,000
Louis Rivalland	322,500
Bertand Daruty de Grandpré	202,500

Board Attendance

During the year under review, MDA's board of directors had six sittings and attendance by your directors was as follows:

	08/08/08	12/09/08	19/11/08	12/02/09	14/05/09	24/06/09
Guy Rivalland	•	•	•	•	•	•
Hector Espitalier-Noël	•	•	•	•	•	•
Eric Espitalier-Noël	•	•	•	•	•	•
Gilbert Espitalier-Noël	•	•	•	•	•	•
Edouard Espitalier-Noël	•	•	•	•	•	•
Jacques Espitalier-Noël						
Louis Rivalland		•	•	•	•	•
Bertrand Daruty de Grandpré	•	•	•	•	•	

Corporate Governance Committee

The Corporate Governance Committee consists of three members and met three times in the year under review. The committee is chaired by an independent director in compliance with the code.

Attendance of members at the committee's meetings was as follows:

	18/07/08	10/09/08	04/06/09
Louis Rivalland (Chairman)	•	•	•
Eric Espitalier-Noël	•	•	•
Bertand Daruty de Grandpré	•	•	•

Corporate Governance Report

(continued)

Corporate Governance Committee (continued)

The main attributions of the committee are as follows:

Duties

- Ensure that corporate governance reporting requirements are met.
- Ensure that the Company complies with all regulations pertaining to corporate governance.
- Ascertain that potential new directors are fit and proper and are not disqualified from being directors.
- Ensure that new director is fully cognizant of what is expected from a director.
- Ensure that the right balance of skills, expertise and independence is maintained.
- Pay particular attention to potential conflicts of interest and other ethical problems that could arise in nominating a director.
- Review the independence of the independent members of the Board.
- Determine, develop and agree on the company's general policy with regard to executive and senior management remuneration.

Reporting Responsibilities

- Report formally to the Board on its proceedings after each meeting on all matters within its duties and responsibilities.
- Make recommendations to the board of directors on any area within its remit where action or improvement is needed.

Audit and Risk Management Committee

Established in the 2004-05 financial year, the Audit and Risk Management Committee (previously known as 'Audit Committee') is the cornerstone of MDA's system of internal controls and risk management.

The board of directors has delegated its powers on internal control and risk management to the Audit and Risk Management Committee which reviews the risk philosophy, strategy and policies of the group. The Board strongly believes internal control and risk management to be of paramount importance so that the activities of the group are conducted in a suitable environment conducive to growth.

The committee consists of three members and met five times in the year under review. The committee is chaired by an independent director in compliance with the Code of Corporate Governance of Mauritius.

Attendance of members at the committee's meetings was as follows:

	15/07/08	10/09/08	26/11/08	11/02/09	13/05/09
Louis Rivalland (Chairman)	•	•	•	•	•
Edouard Espitalier-Noël		•	•		•
Bertrand Daruty de Grandpré	•	•	•	•	•

The main attributions of the Audit and Risk Management Committee are as follows:

Financial Reporting

- Monitor the integrity of the financial statements of the company, including its annual and interim reports and any other formal announcements relating to its financial performance, reviewing the significant financial reporting issues and judgments which they contain.
- Review the consistency of and any changes to accounting policies both on a year on year basis and across the group.
- Review the methods used to account for significant or unusual transactions where different approaches are possible.
- Ensure the company has followed appropriate accounting standards and made appropriate estimates and judgments, taking into account the views of the external auditor.
- Review the clarity of disclosure in the company's financial reports and the context in which statements are made.
- Review all material information presented with the financial statements, such as the operational and financial review and the corporate governance report (in so far as it relates to audit and risk).

Internal Controls and Risk Management Systems

- Review the effectiveness of the company's internal controls and risk management systems.
- Review and approve the statements to be included in the Annual Report concerning internal controls and risk management.

Corporate Governance Report

(continued)

Audit and Risk Management Committee (continued)

Internal Audit

- Monitor and review the effectiveness of the company's internal audit function.
- Approve the appointment and removal of the head of the internal audit function or approve and review the terms of contract if the function is subcontracted.
- Consider and approve the remit of the internal audit function and ensure it has adequate resources and appropriate access to information to enable it to perform its function effectively and in accordance with the relevant professional standards. The Committee shall also ensure the independence from management.
- Review and assess the annual internal audit plan.
- Review promptly all reports on the company from internal audit.

External Audit

- Make recommendations to the board of directors concerning the appointment, reappointment and removal of the company's auditors.
- Approve the remuneration for audit and non-audit fees.
- Approve the terms of engagement, including any engagement letter issued at the start of each audit and the scope of the audit.
- Assess annually the independence of external auditors.
- Monitor the auditors' compliance with relevant ethical and professional guidance & the level of fees paid by the company.
- Meet the external auditors at least once a year without management being present.
- Review the management letter and also management's response to the auditors' findings and recommendations.

Reporting Responsibilities

- Report formally to the board of directors on its proceedings after each meeting on all matters within its duties and responsibilities.
- Make recommendations to the board on any area within its remit where action or improvement is needed.

Internal Audit

In accordance with the terms of MDA's management contract with ENL, the latter provides internal-audit services to the Company. ENL's Internal Audit Department also conducts regular audits at MDA's subsidiaries. ENL's Chief Internal Auditor reports to MDA's Audit and Risk Management Committee on all internal-audit issues of the Company. The Internal Audit Department uses a risk-based methodology and has unrestricted access to review all activities and transactions undertaken in the group, appraise and report thereon if necessary.

This department provides independent assurance to the Audit and Risk Management Committee as to the adequacy and effectiveness of internal control and risk management processes. It operates in line with the Internal Audit Charter and has the objective of:

- providing high quality and concise information in its reports;
- providing value added to the group throughout all the assignment carried out; and
- using the latest audit techniques and business risk methodologies to perform its work effectively.

Internal audit activities are carried out in line with an approved audit plan. A follow-up mechanism facilitates the monitoring of progress and the audit management system is continuously updated to International Standards.

The internal audit department works closely with the external auditors to further ensure the highest level of service to the group.

Furthermore, the Audit and Risk Management Committee meets specifically to review and approve the internal audit plan prior to the start of each financial year.

ENL's chief internal auditor is invited to all meetings of the Audit and Risk Management Committee and is entitled to convene a special meeting of the Committee in order to deal with any matter which he considers to be urgent.

Internal Control

The MDA board is responsible for the system of internal control and risk management for the company and its subsidiaries. The Board is committed to continuously maintain adequate internal control procedures with a view to safeguarding the assets of the group. Areas with high risks are continuously assessed and reviewed with the assistance of the internal audit department.

Corporate Governance Report

(continued)

Risk Management

Risk management refers to the process of monitoring and mitigating exposure to risk.

The board of directors has overall responsibility for the company's systems of risk management. Managers are accountable to the board for the design, implementation and detailed monitoring of the risk-management process. They also report the most significant risks to the board. Furthermore, the Audit and Risk Management Committee monitors the risk-management process with the support of the internal audit department.

Operational risks are managed by continuously updating policies. Significant financial risks are also closely monitored by management and full disclosure is made in the financial statements for the risks identified during the year.

Note 2 of the financial statements for the year ended June 30, 2009 situated on pages 36 to 37 of the annual report 2009 details the key risks of the Company.

The board believes that the internal control and risk management of the group provide reasonable assurance that control and risk issues are identified, reported on and dealt with appropriately.

Share Options Plans

Mon Désert-Alma Limited has no share option plans.

Shareholders' Relations and Communication

The Company communicates to its shareholders through Annual Report, publication of unaudited quarterly and audited abridged financial statements of the Company, dividend declaration and the Annual Meeting of shareholders. Also board members are requested to attend the annual meeting, to which all shareholders are invited.

Shareholders' Calendar

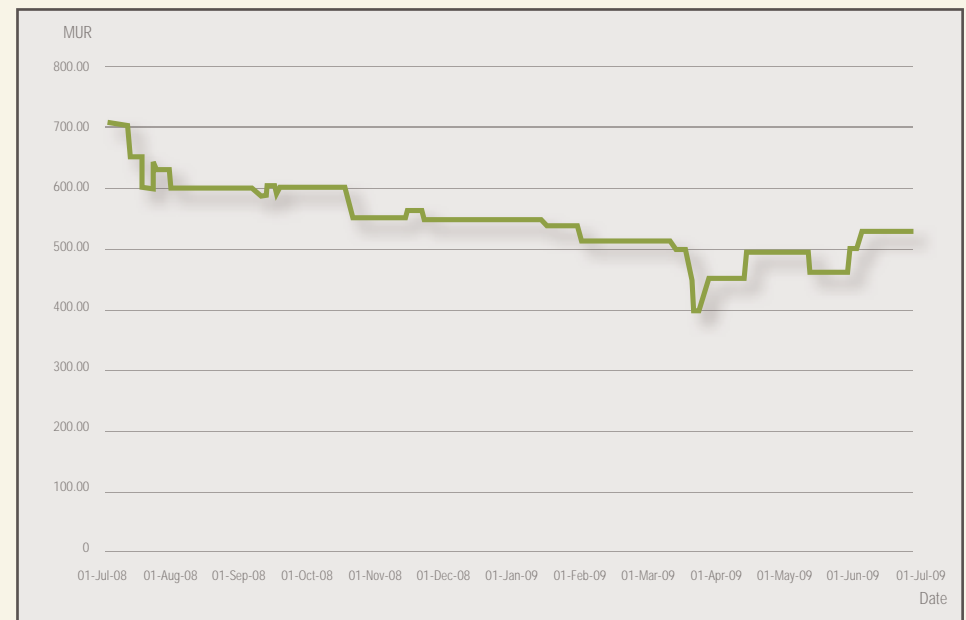
End of financial year	June 30
Publication of Quarterly financial statements/abridged audited financial statements	Mid February/Mid May/ Mid September/Mid November
Annual report issued	Early November
Annual Meeting of Shareholders	End November
Declaration of dividend	Mid November/Mid June
Payment of dividend	End December/End July

Stock Market Information

MDA's ordinary shares are listed on the Official List of the Stock Exchange of Mauritius Limited; accordingly, the Company is governed by the Listing Rules of the Stock Exchange.

Hereunder is the graphical representation of the price movement of the company's ordinary shares from July 1, 2008 to July 1, 2009.

Mon Désert-Alma Limited - Share Price Movement



Code of Ethics

The Company is committed to the highest standards of integrity and ethical conduct in dealing with all its stakeholders. In this respect, the Company systematically ensures that all its employees are aware of and adhere to its core values.

Corporate Governance Report

(continued)

Health and Safety

The Company strives to maintain a working environment that is free from hazards and risk of injury to all employees and others.

Business is organized in a responsible manner and systems of work preserve the health and safety of our employees and other people concerned with the Company's activities.

To meet these commitments we:

- Comply with legislative health and safety requirements, give information, instruction, training and supervision to ensure that employees are aware of their legal responsibility.
- Provide necessary personal protective equipment and clothing for employees and take care to prevent work related accidents and diseases through evaluation and control.
- Develop, implement, monitor and maintain high standards of working practices within all our operations and provide resources to implement the company's health and safety policy.

Company Secretary

ENL Limited provides corporate secretarial services to MDA in accordance with the terms of the management contract that binds the two companies.

All directors have access to the advice and services of the company secretary delegated by ENL Limited. The company secretary is responsible to the board for ensuring proper administration of board proceedings.

The company secretary provides guidance to directors on matters of company law and with regard to their responsibilities in the statutory environment in which the company operates.

The directors are entitled to seek independent professional advice at the company's expense.

Corporate Social Responsibility

Henceforth, MDA will undertake all corporate social responsibility initiatives within parameters set by ENL Limited.

In January 2009, ENL created a dedicated department to formulate an action plan for CSR activities within the group and to coordinate the implementation thereof. The promotion of youth development and the protection and enhancement of the natural environment are the two areas of intervention privileged by ENL for its CSR initiatives in support to the national effort in favour of sustainable development.

ENL proposes to further strengthen structures by creating the ENL Foundation. In this respect, MDA will henceforth channel all its CSR contribution through the ENL Foundation.

ENL Limited

Company Secretary

September 16, 2009

Statements of Directors' Responsibilities

In Respect of Financial Statements

Company law requires the directors to prepare financial statements for each financial year, which present fairly the financial position, financial performance and cash flow of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financing Reporting Standards have been followed and complied with, subject to any material departures being disclosed and explained in the financial statements; and
- prepare the financial statements on a going-concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the Company's Financial Statements.

The directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy the financial position of the Company at any time and enable them to ensure that the Financial Statements comply with the Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps to prevent and detect fraud and other irregularities.

Guy RIVALLAND
Chairman

Hector ESPITALIER-NOËL
Director

Company Secretary's Certificate

Year ended June 30, 2009 - (Pursuant to Section 166(d) of the Companies Act 2001)

We certify that, to the best of our knowledge and belief, the Company has filed with the Registrar of Companies all such returns as are required of the Company under the Companies Act 2001.

ENL LIMITED
Company Secretary

7th Floor,
Swan Group Centre
Intendance Street
Port Louis

September 16, 2009

Statutory Disclosures

June 30, 2009

Directors

The directors of the company and its subsidiaries holding office at June 30, 2009 were:

Mon Désert-Alma Limited

Guy Rivalland (<i>Chairman</i>)	Bertrand Daruty de Grandpré
Eric Espitalier-Noël	Jean Michel Louis Rivalland
Hector Espitalier-Noël	Gilbert Espitalier-Noël
Edouard Espitalier-Noël	
Jacques Espitalier-Noël	

Mon Désert-Alma Sugar Milling Company Limited

Guy Rivalland (<i>Chairman</i>)	Jean Michel Louis Rivalland
Eric Espitalier-Noël	Bertrand Daruty de Grandpré
Hector Espitalier-Noël	Ashveenee Kumar Ramnarain
Edouard Espitalier-Noël	Andee Moorgess
Jacques Espitalier-Noël	Gilbert Espitalier-Noël

MDA Properties Ltd

Hector Espitalier-Noël (<i>Chairman</i>)	Ziyad Abdool Raouf Bundhun
Eric Espitalier-Noël	Pierre Joseph Vincent Lamusse
Gilbert Espitalier-Noël	G France de Fleuriot

Directors' Service Contracts

None of the directors proposed for re-election at the forthcoming annual general meeting have unexpired service contracts.

Direct and Indirect Interests of Senior Officers in the Equity or Debt Securities of MDA or any Subsidiary

The direct and indirect interests of the Directors of the company as at June 30, 2009 are found on page 15.

The senior officers comprise of only executive directors.

Directors' Remuneration and Benefits

Remuneration and benefits received, or due and receivable from the company and its subsidiaries were as follows:

Directors of Mon Désert-Alma Limited

	Company		Subsidiaries	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Executive				
- Full-time	-	-	-	-
- Part-time	-	360	-	8
Non-executive	1,210	1,430	-	24
	1,210	1,790	-	32

Directors of subsidiary companies

	2009 Rs'000	2008 Rs'000
Executive		
- Full-time	-	-
- Part-time	-	-
Non-executive	-	8
	-	8

Statutory Disclosures

June 30, 2009 (continued)

Directors' Interests in Shares

None of the directors of the holding company has a direct interest in the equity of the subsidiaries of the group.

Contracts of Significance

The company has a management contract with ENL Limited for the provision of management and secretarial services as detailed in the corporate governance report.

Shareholders

As at September 10, 2009, the natural or legal persons having an interest of 5% or more in the ordinary shares of the Company were as follows:

Name of shareholders	Interest %
ENL Limited	52.01
ENL Investment Limited	9.16

Donations

	The Group and The Company	
	2009 Rs'000	2008 Rs'000
Political	-	-
Others	65	325
	65	325

Auditors

The fees paid to the auditors, for audit and other services, were:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Audit fees paid to:				
- BDO De Chazal Du Mée	783	737	473	405
Fees paid for other services provided by:				
- BDO De Chazal Du Mée	147	97	81	67

Independent Auditors' Report to the Members

This report is made solely to the members of Mon Désert-Alma Limited (the "Company"), as a body, in accordance with Section 205 of the Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Report on the Financial Statements

We have audited the financial statements of Mon Désert-Alma Limited and its subsidiaries (the "Group") and the Company's separate financial statements on pages 27 to 76 which comprise the balance sheets at June 30, 2009, the income statements, statements of changes in equity and cash flow statements for the year then ended and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Companies Act 2001. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

Report on the Financial Statements (continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements on pages 27 to 76 give a true and fair view of the financial position of the Group and of the Company at June 30, 2009, and of their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act 2001.

Report on Other Legal and Regulatory Requirements

Companies Act 2001

We have no relationship with, or interests in, the Company or any of its subsidiaries, other than in our capacity as auditors, tax and business advisers and dealings in the ordinary course of business. We have obtained all information and explanations we have required.

In our opinion, proper accounting records have been kept by the company as far as it appears from our examination of those records.

BDO DE CHAZAL DU MEE

Chartered Accountants

Port Louis,
Mauritius.

Balance Sheets

June 30, 2009

	Notes	The Group		The Company	
		2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
ASSETS					
Non current assets					
Property, plant and equipment	4	4,657,353	1,816,983	4,669,145	1,767,677
Investment properties	5	67,045	68,172	67,045	-
Intangible assets	6	486,257	219,317	290,062	70
Deferred expenditure	7	306,445	301,434	123,311	199,730
Investments in subsidiary companies	8	-	-	658,755	531,325
Investments in associated companies	9	8,041	5,930	45,485	42,660
Investments in financial assets	10	448,012	327,558	448,012	327,540
Deposit on shares	11	-	126,450	-	279,182
Non-current receivables	12	18	18	18	18
Deferred tax asset	13	-	4,908	-	4,448
Bearer biological assets	14	64,815	69,994	64,815	69,994
		6,037,986	2,940,764	6,366,648	3,222,644
Current assets					
Consumable biological assets	15	158,637	134,205	158,637	134,205
Inventories	16	3,207	25,951	3,207	6,181
Trade and other receivables	17	73,388	39,625	14,121	37,913
Amounts receivable from group companies	18	16,895	39,191	74,991	148,445
Cash in hand and at bank		4,832	1,292	4,832	1,290
		256,959	240,264	255,788	328,034
Non-current assets classified as held for sale	19	20,833	41,577	57,584	-
Total assets		6,315,778	3,222,605	6,680,020	3,550,678
EQUITY AND LIABILITIES					
Capital and reserves					
Share capital	20	54,862	54,862	54,862	54,862
Revaluation and other reserves		4,840,811	2,019,415	4,984,455	2,148,426
Retained earnings/(Revenue deficit)		259,293	(24,203)	1,058,738	679,167
Shareholders' interests		5,154,966	2,050,074	6,098,055	2,882,455
Non controlling interests		373,607	170,590	-	-
		5,528,573	2,220,664	6,098,055	2,882,455
Non-current liabilities					
Retirement benefit obligations	21	64,061	62,601	64,061	62,601
Borrowings	22	180,613	314,933	180,613	275,224
		244,674	377,534	244,674	337,825
Current liabilities					
Trade and other payables	23	255,312	162,320	151,133	116,435
Amounts payable to group companies	24	24,554	24,047	20,602	23,855
Borrowings	22	251,626	437,083	155,681	190,108
Current tax liabilities	25	1,164	957	-	-
Dividends proposed	26	9,875	-	9,875	-
		542,531	624,407	337,291	330,398
Total equity and liabilities		6,315,778	3,222,605	6,680,020	3,550,678

These financial statements were approved by the Board of Directors on September 16, 2009.

Guy RIVALLAND
Chairman

Hector ESPITALIER-NOËL
Director

The notes on pages 32 to 76 form an integral part of these financial statements.
Auditors' report on page 26.

Income Statements

For the year ended June 30, 2009

	Notes	The Group		The Company	
		2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Turnover	27	408,071	445,799	264,859	273,382
Proceeds under provided from previous crop		-	1,154	-	-
Sugar insurance compensation		2,855	27,041	2,855	9,635
Other operating income		61,156	43,710	35,869	36,020
		472,082	517,704	303,583	319,037
Deduct:					
Employees' remuneration	28(a)	94,774	189,177	94,774	134,253
Supplies and services		312,198	185,488	176,910	114,228
Amortisation of bearer biological assets	14	16,811	15,327	16,811	15,327
Sugar insurance premiums		20,367	40,506	20,366	23,729
Depreciation and amortisation		15,139	26,768	20,879	8,768
		459,289	457,266	329,740	296,305
Operating results before movement in consumable biological assets		12,793	60,438	(26,157)	22,732
Movement in consumable biological assets	15	24,432	(26,265)	24,432	(26,265)
Operating profit/(loss)	28	37,225	34,173	(1,725)	(3,533)
Other income	29	12,809	7,418	18,126	18,058
Net amortisation of deferred expenditure	30	(57,578)	(21,656)	(28,244)	(14,122)
Share of results of associates	9(a)	3,145	28,253	-	-
Finance costs	31	(52,213)	(99,022)	(37,479)	(72,889)
Loss before exceptional items		(56,612)	(50,834)	(49,322)	(72,486)
Exceptional items	32	351,994	(20,389)	404,839	700,607
Profit/(loss) after exceptional items		295,382	(71,223)	355,517	628,121
Taxation	25	(6,728)	(5,195)	(4,203)	(4,800)
Profit/(loss) for the year		288,654	(76,418)	351,314	623,321
Attributable to:					
Equity holders of the company		280,080	(78,400)	351,314	623,321
Non controlling interests		8,574	1,982	-	-
		288,654	(76,418)	351,314	623,321
Earnings/(loss) per share	33	Rs. 127.66	(35.73)	160.12	284.10

The notes on pages 32 to 76 form an integral part of these financial statements.
Auditors' report on page 26.

Statement of Changes in Equity

Year ended June 30, 2009

(a) The Group

	Notes	Attributable to equity holders of the company							Total Rs'000
		Share capital Rs'000	Fair value and other reserves		Retained earnings/ (Revenue deficit)		Non controlling interests Rs'000		
			Holding company and subsidiaries Rs'000	Associated companies Rs'000	Holding company and subsidiaries Rs'000	Associated companies Rs'000		Total Rs'000	
Balance at July 1, 2008		54,862	2,009,605	9,810	11,563	(35,766)	2,050,074	170,590	2,220,664
Issue of shares in subsidiary company to non-controlling shareholders		-	-	-	-	-	-	183,231	183,231
Change in shareholding		-	-	-	302	-	302	11,212	11,514
Movement in reserves of associated companies		-	-	(1,408)	-	-	(1,408)	-	(1,408)
Fair value adjustments		-	(30,170)	-	-	-	(30,170)	-	(30,170)
Surplus on revaluation of land and buildings		-	2,895,527	-	-	-	2,895,527	-	2,895,527
Release to income on sale of investments		-	62	-	-	-	62	-	62
Transfer to retained earnings on disposal of land		-	(42,615)	-	42,615	-	-	-	-
		54,862	4,832,409	8,402	54,480	(35,766)	4,914,387	365,033	5,279,420
Net profit for the year		-	-	-	278,561	1,519	280,080	8,574	288,654
Dividends	26	-	-	-	(39,501)	-	(39,501)	-	(39,501)
Balance at June 30, 2009		54,862	4,832,409	8,402	293,540	(34,247)	5,154,966	373,607	5,528,573
Balance at July 1, 2007		54,862	1,950,649	80,856	(31,126)	35,181	2,090,422	36,509	2,126,931
Issue of shares in subsidiary company to non-controlling shareholders		-	-	-	-	-	-	148,802	148,802
Movement in reserves of associated companies		-	-	7,083	-	-	7,083	-	7,083
Fair value adjustments		-	63,580	-	-	-	63,580	-	63,580
Release of revaluation surplus		-	(66,810)	-	-	-	(66,810)	(16,703)	(83,513)
Transfer to income on impairment of investment		-	82,908	-	-	-	82,908	-	82,908
Release to income on sale of investments		-	(15,791)	-	-	-	(15,791)	-	(15,791)
Transfer to retained earnings on disposal of associated companies		-	-	(78,129)	171,669	(93,540)	-	-	-
Transfer to retained earnings on disposal of land		-	(4,931)	-	4,931	-	-	-	-
		54,862	2,009,605	9,810	145,474	(58,359)	2,161,392	168,608	2,330,000
Net loss for the year		-	-	-	(100,993)	22,593	(78,400)	1,982	(76,418)
Dividends	26	-	-	-	(32,918)	-	(32,918)	-	(32,918)
Balance at June 30, 2008		54,862	2,009,605	9,810	11,563	(35,766)	2,050,074	170,590	2,220,664

The notes on pages 32 to 76 form an integral part of these financial statements.
Auditors' report on page 26.

Statement of Changes in Equity

Year ended June 30, 2009

(b) The Company

	Notes	Share capital Rs'000	Fair value and other reserves Rs'000	Retained earnings Rs'000	Total Rs'000
Balance at July 1, 2008		54,862	2,148,426	679,167	2,882,455
Adjustment arising on amalgamation with St Maurice Limited		-	(121,189)	22,942	(98,247)
Fair value adjustments		-	106,445	-	106,445
Transfer to retained earnings on disposal of land		-	(44,816)	44,816	-
Surplus on revaluation of land and buildings		-	2,895,527	-	2,895,527
Release to income on sale of investments		-	62	-	62
		54,862	4,984,455	746,925	5,786,242
Profit for the year		-	-	351,314	351,314
Dividends	26	-	-	(39,501)	(39,501)
Balance at June 30, 2009		54,862	4,984,455	1,058,738	6,098,055
Balance at July 1, 2007		54,862	2,056,716	63,615	2,175,193
Fair value adjustments		-	86,620	-	86,620
Transfer to retained earnings on disposal of land		-	(25,149)	25,149	-
Release on impairment of investments		-	125,804	-	125,804
Transfer on sale of investments		-	(95,565)	-	(95,565)
		54,862	2,148,426	88,764	2,292,052
Profit for the year		-	-	623,321	623,321
Dividends	26	-	-	(32,918)	(32,918)
Balance at June 30, 2008		54,862	2,148,426	679,167	2,882,455

The notes on pages 32 to 76 form an integral part of these financial statements.
Auditors' report on page 26.

Cash Flow Statements

Year ended June 30, 2009

	Notes	The Group		The Company	
		2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Operating activities					
Cash generated from operations	34(a)	34,715	108,110	23,764	41,486
Voluntary retirement scheme and centralisation costs		63,555	(83,509)	63,606	(83,501)
Expenditure in respect of bearer biological assets		(11,633)	(22,549)	(11,633)	(22,549)
Expenditure in respect of land projects		(588)	(3,451)	-	-
Interest paid		(37,795)	(75,051)	(23,061)	(48,918)
Tax paid		(1,082)	(1,010)	(957)	-
Net cash generated from/(used in) operating activities		47,172	(77,460)	51,719	(113,482)
Investing activities					
Purchase of property, plant and equipment		(2,666)	(4,127)	(82,420)	(2,370)
Purchase of investment properties		(502)	(8,780)	(502)	-
Purchase of investments		(4,937)	(42,946)	(52,632)	(239,890)
Deposit on investments		-	-	-	(152,725)
Interest received		565	455	5,653	4,248
Loans refunded		13,786	-	13,786	2,500
Loans granted		(1,250)	(11,004)	(1,250)	(14,502)
Proceeds from sale of property, plant and equipment		2,484	1,053	1,231	569
Proceeds from disposal of investments		2,732	2,643	2,732	2,643
Dividends received		13,862	12,815	13,862	12,361
Net proceeds from sale of land and buildings		123,666	152,776	294,389	738,783
Expenses in respect of land parcelling		(8,430)	(26,127)	(8,430)	(26,127)
Net cash generated from investing activities		139,310	76,758	186,419	325,490
Financing activities					
Proceeds from long-term borrowings		-	100,200	-	90,000
Short term loans received		-	87,538	-	-
Payments on long-term borrowings		(245,290)	(105,845)	(136,752)	(54,362)
Interest paid on loans		(14,418)	(22,419)	(14,418)	(22,418)
Finance lease repayments		(2,710)	(1,583)	(2,710)	(1,582)
Dividends paid		(29,626)	(32,918)	(29,626)	(32,918)
Loans received from group companies		-	173,500	-	173,500
Loans repaid to group companies		(10,500)	(206,500)	(10,500)	(206,500)
Issue of shares in subsidiaries to non controlling shareholders		194,746	148,802	-	-
Net cash (used in)/generated from financing activities		(107,798)	140,775	(194,006)	(54,280)
Increase in cash and cash equivalents		78,684	140,073	44,132	157,728
Movement in cash and cash equivalents					
At July 1,		(271,928)	(412,001)	(143,668)	(301,396)
Amalgamation adjustment		-	-	(4,513)	-
Increase		78,684	140,073	44,132	157,728
At June 30,	34(b)	(193,244)	(271,928)	(104,049)	(143,668)

The notes on pages 32 to 76 form an integral part of these financial statements. Auditors' report on page 26.

Notes to the Financial Statements

Year ended June 30, 2009

1 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below.

These policies have been consistently applied to all the years presented unless otherwise stated.

(a) Basis of preparation

The financial statements comply with the Companies Act 2001 and have been prepared in accordance with International Financial Reporting Standards (IFRS). Where necessary, comparative figures have been amended to conform with change in presentation for the current year. The financial statements are prepared under the historical cost convention, except that:

- (i) certain property, plant and equipment are carried at revalued amounts;
- (ii) available-for-sale securities are stated at their fair values.

The financial statements include the consolidated financial statements of the holding company and its subsidiaries (the group) and the separate financial statements of the holding company (the company).

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

Amendments to published standards and Interpretations effective in the reporting period

Amendments to IAS 39 and IFRS 7 'Reclassification of Financial Assets (effective July 1, 2008)' permit an entity to reclassify non-derivative financial assets (other than those designated at fair value through profit or loss by the entity upon initial recognition) out of the fair value through profit or loss category in particular circumstances. The amendments also permit an entity to transfer from the available-for-sale category to the loans and receivables category a financial asset that would have met the definition of loans and receivables (if the financial asset had not been designated as available for sale), if the entity has the intention and ability to hold that financial asset for the foreseeable future.

IFRIC 12, 'Service concession arrangements' applies to contractual arrangements whereby a private sector operator participates in the development, financing, operation and maintenance of infrastructure for public sector services.

IFRIC 13, 'Customer Loyalty Programmes (effective July 1, 2008)' clarifies that where goods or services are sold together with a customer loyalty incentive (for example, loyalty points or free products), the arrangement is a multiple element arrangement, and the consideration receivable from the customer is allocated between the components of the arrangement using fair values.

IFRIC 14, 'IAS19 - The limit on a defined benefit asset, minimum funding requirements and their interaction' provides guidance on assessing the limit in IAS 19 on the amount of the surplus that can be recognised as an asset. It also explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirement.

These amendments to published standards and interpretations have no impact on the group's financial statements of the reporting period (or are not relevant) to the group's operations.

Amendments to published standards, Standards and Interpretations issued but not yet effective

Certain standards, amendments to published standards and interpretations have been issued that are mandatory for accounting periods beginning on or after 1 January 2009 or later periods, but which the group has not early adopted.

At the reporting date of these financial statements, the following were in issue but not yet effective:

IAS 1 Presentation of Financial Statements (Revised 2007)

IAS 23 Borrowing Costs (Revised 2007)

IAS 27 Consolidated and Separate Financial Statements (Revised 2008)

IFRS 3 Business Combinations (Revised 2008)

IFRS 8 Operating Segments

Amendments to IAS 32 and IAS 1 Puttable financial instruments and obligations arising on liquidation

Amendments to IAS 39 Eligible hedged items

Amendments to IFRS 1 and IAS 27 Cost of an investment in a subsidiary

Amendments to IFRS 2 Vesting conditions and cancellations

Amendments to IFRS 2 Group Cash-settled Share-based Payment Transactions

Amendments to IFRS 7 Improving Disclosures about Financial Instruments

Amendments to IFRIC 9 and IAS 39 Embedded Derivatives

IFRIC 15 Agreements for the construction of real estate

IFRIC 16 Hedges of a net investment in a foreign operation (effective October 1, 2008)

IFRIC 17 Distributions of Non-cash Assets to Owners

IFRIC 18 Transfers of Assets from Customers

Notes to the Financial Statements

For the year ended June 30, 2009

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

(a) Basis of preparation (continued)

Improvements to IFRSs (issued 22 May 2008)

IAS 1 Presentation of Financial Statements
 IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
 IAS 10 Events after the Reporting Period
 IAS 18 Revenue
 IAS 16 Property, Plant and Equipment
 IAS 19 Employee Benefits
 IAS 20 Government Grants and Disclosure of Government Assistance
 IAS 23 Borrowing Costs
 IAS 27 Consolidated and Separate Financial Statements
 IAS 28 Investments in Associates
 IAS 29 Financial Reporting in Hyperinflationary Economies
 IAS 31 Interests in Joint Ventures
 IAS 34 Interim Financial Reporting
 IAS 36 Impairment of Assets
 IAS 38 Intangible Assets
 IAS 39 Financial Instruments: Recognition and Measurement
 IAS 40 Investment Property
 IAS 41 Agriculture
 IFRS 5 Non-current Assets Held for Sale and Discontinued Operations
 IFRS 7 Financial Instruments: Disclosures

Improvements to IFRSs (issued 16 April 2009)

IFRS 2 Share-based Payment
 IFRS 5 Non-current Assets Held for Sale and Discontinued Operations
 IFRS 8 Operating Segments
 IAS 1 Presentation of Financial Statements
 IAS 7 Statement of Cash Flows
 IAS 17 Leases

IAS 18 Revenue
 IAS 36 Impairment of Assets
 IAS 38 Intangible Assets
 IAS 39 Financial Instruments: Recognition and Measurement
 IFRIC 9 Reassessment of Embedded Derivatives
 IFRIC 16 Hedges of a Net Investment in a Foreign Operation

The group is still evaluating the effect of these new or revised standards and interpretations on the presentation of its financial statements.

(b) Investments in subsidiary companies

Separate financial statements of the investor

Investments in subsidiary companies are accounted for at fair value.

Consolidated financial statements

The consolidated financial statements incorporate the financial statements of the company and enterprises controlled by the company (its subsidiaries) made up to June 30. Control is achieved where the company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The consolidated financial statements have been prepared in accordance with the purchase method.

All significant intercompany transactions and balances are eliminated.

(c) Investments in associated companies

Separate financial statements of the investor

Investments in associated companies are accounted for at fair value.

Consolidated financial statements

Investments in associated undertakings are accounted for under the equity method of accounting in the consolidated financial statements.

Equity accounting involves recognising in the income statement the group's share of the associates' profit or loss for the period. The group's interests in the associates is carried on the balance sheet at an amount that reflects its share of the net assets of the associates. Goodwill arising on the acquisition of an associate is included within the carrying amount of the associate and tested yearly for impairment.

Notes to the Financial Statements

For the year ended June 30, 2009

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Revenue recognition

Turnover represents the gross proceeds of sugar, molasses and bagasse receivable as well as sales of residential units by one of the subsidiary companies.

Sugar, molasses and bagasse prices are based on the final prices received from the Mauritius Sugar Syndicate and the Mauritius Molasses Co Ltd.

Other revenues earned by the group are recognised on the following bases:

- Interest income - as it accrues unless collectibility is in doubt.
- Dividend income - when the shareholders' right to receive payment is established.

(e) Intangible assets

Intangible assets are initially recorded at cost and subsequently reported at cost less amortisation.

Amortisation is calculated using the straight-line method to write off the cost of the asset over its estimated useful life.

The estimated useful life of the intangible assets is:	Years
Computer software	4
Milling rights	10

Land conversion rights will be released to the income statement upon conversion and disposal of land.

(f) Property, plant and equipment

All property, plant and equipment are initially recorded at cost and part of which are subsequently shown at revalued amount less subsequent depreciation. All other property, plant and equipment are stated at historical cost less depreciation.

Depreciation is calculated to write off the cost or the revalued amounts of the assets, with the exception of freehold land, over their estimated useful lives on a straight line basis.

The principal annual depreciation rates used are:

Road, bridges and yard	10%
Buildings and warehouses	1.5% - 10%
Factory and other equipment	2% - 2.5%
Agricultural equipment	12.5%
Transport equipment	10% - 14.29%
Furniture & office equipment	20%

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining operating profit. On disposal of revalued assets, amounts in revaluation and other reserves relating to that asset are transferred to retained earnings.

The assets' residual values and useful lives are reviewed and adjusted if appropriate, at each balance sheet date.

Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount.

(g) Investment properties

Investment properties, which are properties held to earn rentals and/or for capital appreciation, are stated at cost less accumulated depreciation and accumulated impairment loss at the balance sheet date.

Depreciation is calculated on the straight line method to write off the cost of the properties to their residual values over their estimated useful lives. The depreciation rate used is 2%.

(h) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on an average cost basis. Net realisable value is the estimate of the selling price in the ordinary course of business less selling expenses.

(i) Deferred income taxes

Deferred income tax is provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes.

The principal temporary differences arise from depreciation of property, plant and equipment, revaluation of certain non-current assets, retirement benefit obligations and tax losses carried forward. Deferred tax assets relating to the carryforward of unused tax losses are recognised to the extent that it is probable that future taxable profit will be available against which the unused tax losses can be utilised.

(j) Deferred expenditure

Voluntary retirement scheme (VRS)

This represents the costs of VRS paid together with the costs of land and infrastructure which have been capitalised and are being amortised over a maximum of 5 years. Any profits realised on sale of land under the VRS are credited to the deferred expenditure account up to the total amount standing on this account. Any surplus is credited to the income statement.

Notes to the Financial Statements

For the year ended June 30, 2009

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

(j) Deferred expenditure (continued)

Land parcelling expenses

Costs associated with the parcelling of land are capitalised and subsequently released to the income statement in the period in which sale of land is realised.

Centralisation costs

These costs relate to the centralisation of the Highlands sugar mill with Mon Désert-Alma Sugar Milling Company Limited. The cash compensation together with the cost of land and infrastructure have been capitalised as deferred expenditure and are being amortised over a maximum of 20 years.

(k) Retirement benefit obligations

Defined contribution plans

The group has a defined contribution scheme with the Sugar Industry Pension Fund. For certain employees, payments to defined contribution retirement plans are charged as an expense as they fall due. This contribution is topped up for staff grade employees with an insurance company so that the scheme operates as a defined benefit scheme. The assets of the fund are held independently and administered by an insurance company.

Defined benefit plans

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation.

The group contributes to a defined benefit plan for certain employees which is a final salary pension plan. The cost of providing benefits is determined using the Projected Unit Credit Method so as to spread the regular cost over the service lives of employees in accordance with the advice of qualified actuaries who carry out a full valuation of plans regularly.

Unfunded plans

Artisans and labourers of sugar companies are entitled to gratuity on death or retirement based on years of service. This item is not funded and the benefits accruing under this item are calculated by an actuary and accounted for in the financial statements.

(l) Foreign currencies

(a) *Functional and presentation currency*

Items included in the financial statements are measured using mauritian rupees, the currency of the primary economic environment in which the group operates (functional currency). The consolidated financial statements are presented in mauritian rupees, which is the group's functional and presentation currency.

(b) *Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised on the income statement.

(m) Financial instruments

Financial assets and financial liabilities are recognised on the group's balance sheets when the group has become a party to the contractual provisions of the instrument.

The carrying amount of financial assets and financial liabilities of the group approximate their fair values.

The group's accounting policies in respect of the main financial instruments are set out below.

(i) *Trade receivables*

Trade receivables are stated at their nominal values as reduced by appropriate allowances for estimated irrecoverable amounts.

(ii) *Investments in securities*

Available-for-sale securities

Initial recognition

Investments are recognised on a trade-date basis and are initially measured at cost.

Subsequent recognition

Available-for-sale investments are measured at subsequent reporting dates at fair value. Unrealised gains and losses on such securities are recognised directly in equity, until the security is disposed of or found to be impaired, at which time the cumulative gain or loss previously recognised in equity is included on the income statement for the period. On disposal, the profit or loss recognised on the income statement is the difference between the proceeds and the carrying amount of the asset.

Notes to the Financial Statements

For the year ended June 30, 2009

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Financial instruments (continued)

(iii) Bank borrowings

Interest-bearing bank loans are recorded net of direct issue costs.

(iv) Trade payables

Trade payables are stated at their nominal values.

(v) Equity instruments

Equity instruments are recorded net of direct issue costs.

(n) Provisions

Provisions are recognised when the group has a present or constructive obligation as a result of past events which will probably result in an outflow of economic benefits that can be reasonably estimated.

(o) Impairment

At each balance sheet date, the group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount which is the higher of an asset's net selling price and value in use.

2 FINANCIAL RISK FACTORS

The group's activities expose them to a variety of financial risks. A description of the significant risk factors is given below together with the risk management policies applicable.

Foreign exchange risk

The group has no significant currency risk because substantially all assets and liabilities are denominated in mauritian rupees.

Credit risk

The group's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheets are net of allowances for doubtful receivables, estimated by the group's management based on prior experience and the current economic environment. The group has no significant concentration of credit risk with exposure spread over a large number of counterparties and customers.

Interest rate risk

The group's income and operating cash flows are exposed to interest rate risk as they sometimes borrow at variable rates.

If the interest rate has been 1% above/below the rate suffered on average the impact on profit and loss would have been Rs.214,000 (2008: Rs.430,000) for the group and Rs.85,000 (2008: Rs.280,000) for the company.

Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities.

Management monitors rolling forecasts of the group's liquidity reserve on the basis of expected cash flow and do not foresee any major liquidity risk over the next two years.

The table below analyses the financial liabilities based on the remaining period at the balance sheet date:

	The Group		The Company	
	Less than 1 year		Less than 1 year	
	2009	2008	2009	2008
	Rs'000	Rs'000	Rs'000	Rs'000
Bank overdrafts	198,076	273,220	108,881	144,958
Trade and other payables	255,312	162,320	151,133	116,435

Price risk

The group is exposed to equity securities price risk because of investments held by the group and classified on the balance sheet at fair value. The group is not exposed to commodity price risk. To manage its price risk arising from investments in equity securities, the group diversifies its portfolio.

Notes to the Financial Statements

For the year ended June 30, 2009

2 FINANCIAL RISK FACTORS (continued)

Sensitivity analysis

The table below summarises the impact of increases/decreases in the fair value of the investments on the group's post-tax profit for the year and on equity. The analysis is based on the assumption that the fair value had increased/decreased by 5%.

	The Group and The Company			
	Impact on post-tax profit		Impact on equity	
	2009	2008	2009	2008
	MUR	MUR	MUR	MUR
Categories of investments:				
Available-for-sale	-	-	22,394	16,377

Capital risk management

The group's objectives when managing capital are:

- to safeguard the entity's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders and
- to provide an adequate return to shareholders by pricing products and services commensurately with the level of risk.

The group sets the amount of capital in proportion to risk. The group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

Consistently with others in the industry, the group monitors capital on the basis of the debt-to-adjusted capital ratio. This ratio is calculated as net debt adjusted capital. Net debt is calculated as total debt less cash in hand and at bank, adjusted capital comprises all components of equity (i.e share capital, share premium, non controlling interest, retained earnings, and revaluation reserve).

The debt-to-adjusted capital ratios at June 30, 2009 and at June 30, 2008 were as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Total debt	432,239	752,016	336,294	465,332
Less: cash in hand and at bank	(4,832)	-	(4,832)	(1,290)
Net debt	427,407	752,016	331,462	464,042
Adjusted capital	5,528,573	2,220,664	6,098,055	2,882,455
Debt-to-adjusted capital ratio	0.08	0.34	0.05	0.16

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.1 Critical accounting estimates and judgements

The group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(a) Investment in sugar sector

The reduction in the price of sugar of 36% spread over 4 years will have a negative impact on the sugar proceeds of the industry in its present condition. The group may suffer from the effect of this shortfall over the coming financial years.

The Government of Mauritius has submitted a Multi-Annual Adaptation Strategy (2006-2015) to the European Union in view of negotiations for the accompanying measures which will be granted by the latter. The aim of the Adaptation Strategy is to re-engineer the sugar industry so as to reduce production costs and enable Mauritius to retain a competitive sugar sector after the price reduction becomes fully effective.

Notes to the Financial Statements

For the year ended June 30, 2009

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

3.1 Critical accounting estimates and judgements

(b) *Biological assets* (continued)

(i) Bearer biological assets

These relate to land preparation and cane replantation costs and are amortised over a period of 7 years, one year after the expenses are incurred.

(ii) Consumable biological assets

The fair value of consumable biological assets has been arrived at by discounting the present value (PV) of expected net cash flows from standing canes discounted at the relevant market determined pre-tax rate.

The expected cash flows have been computed by estimating the expected crop and the sugar extraction rate and the forecasts of sugar prices which will prevail in the coming year. The harvesting costs and other direct expenses are based on the yearly budgets of the company.

(c) *Impairment of available for sale financial assets*

The group follows the guidance of IAS 39 on determining when an investment is other-than-temporarily impaired. This determination requires significant judgement. In making this judgement, the group evaluates, among other factors, the duration and extent to which the fair value of an investment is less than its cost, and the financial health of and near-term business outlook for the investee, including factors such as industry and sector performance, changes in technology and operational and financing cash flows.

Notes to the Financial Statements

For the year ended June 30, 2009

4 PROPERTY, PLANT AND EQUIPMENT

(a) The Group

	Freehold land Rs'000	Roads, bridges and yard Rs'000	Buildings and warehouses Rs'000	Other equipment Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture and office equipment Rs'000	Total Rs'000
Cost and Valuation								
At July 1, 2008								
Cost	-	5,436	37,174	8,237	44,531	72,885	25,621	193,884
Valuation	1,758,481	-	-	-	-	-	-	1,758,481
Additions	-	370	-	-	1,694	3,706	263	6,033
Transfer to non-current asset classified as held for sale	(3,053)	-	-	-	-	-	-	(3,053)
Disposals	(42,482)	-	-	-	-	(7,479)	(31)	(49,992)
Revaluation adjustments	2,855,045	-	29,768	-	-	-	-	2,884,813
At June 30, 2009								
Cost	-	5,806	-	8,237	46,225	69,112	25,853	155,233
Valuation	4,567,991	-	66,942	-	-	-	-	4,634,933
	4,567,991	5,806	66,942	8,237	46,225	69,112	25,853	4,790,166
Depreciation								
At July 1, 2008	-	4,644	15,678	5,699	39,399	53,183	16,779	135,382
Charge for the year	-	327	2,536	-	2,044	4,884	3,684	13,475
Disposals adjustments	-	-	-	-	-	(6,205)	(31)	(6,236)
Revaluation adjustments	-	-	(9,808)	-	-	-	-	(9,808)
At June 30, 2009	-	4,971	8,406	5,699	41,443	51,862	20,432	132,813
Net Book Values								
At June 30, 2009	4,567,991	835	58,536	2,538	4,782	17,250	5,421	4,657,353

Notes to the Financial Statements

For the year ended June 30, 2009

4 PROPERTY, PLANT AND EQUIPMENT (continued)

(b) The Group

	Freehold land Rs'000	Roads, bridges and yard Rs'000	Buildings and warehouse Rs'000	Factory and other equipment Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture and office equipment Rs'000	Total Rs'000
Cost and Valuation								
At July 1, 2007								
Cost	-	4,946	47,735	16,835	44,084	78,408	26,589	218,597
Valuation	1,785,301	-	-	583,813	-	-	-	2,369,114
Additions	-	490	5,130	1,757	447	5,331	1,204	14,359
Disposals	(5,217)	-	(13,239)	(1,309)	-	(2,828)	-	(22,593)
Transfer to non-current asset classified as held for sale	(21,603)	-	(846)	-	-	-	-	(22,449)
Assets written off	-	-	(1,606)	-	-	(8,026)	(2,172)	(11,804)
Transfer to intangible assets	-	-	-	(592,859)	-	-	-	(592,859)
At June 30, 2008								
Cost	-	5,436	37,174	8,237	44,531	72,885	25,621	193,884
Valuation	1,758,481	-	-	-	-	-	-	1,758,481
	1,758,481	5,436	37,174	8,237	44,531	72,885	25,621	1,952,365
Depreciation								
At July 1, 2007	-	4,341	23,984	318,046	36,884	58,497	16,143	457,895
Charge for the year	-	303	1,402	13,150	2,515	4,798	2,736	24,904
Disposals adjustments	-	-	(8,289)	(1,189)	-	(2,432)	-	(11,910)
Assets written off	-	-	(1,419)	-	-	(7,680)	(2,100)	(11,199)
Transfer to intangible assets	-	-	-	(324,308)	-	-	-	(324,308)
At June 30, 2008	-	4,644	15,678	5,699	39,399	53,183	16,779	135,382
Net Book Values								
At June 30, 2008	1,758,481	792	21,496	2,538	5,132	19,702	8,842	1,816,983

Notes to the Financial Statements

For the year ended June 30, 2009

4 PROPERTY, PLANT AND EQUIPMENT (continued)

The freehold land and buildings of Mon Désert-Alma Limited were revalued at June 30, 2009 by Gexim Real Estate Ltd (Marie F. Ricardo Ramiah - Certified Practising Valuer). The valuation was made on the basis of open market value and 75% of the value has been booked in the financial statements.

The value of the property, plant and equipment was adjusted to its revalued amount and the resulting surplus was credited to revaluation and other reserves.

If the property, plant and equipment were stated on the historical cost basis, the amounts would have been as follows:

	2009			2008
	Land Rs'000	buildings Rs'000	Total Rs'000	Land Rs'000
Cost	16,226	21,110	35,351	16,603
Accumulated depreciation	-	(10,120)	(10,120)	-
Net book values	16,226	10,990	25,231	16,603

Bank borrowings are secured on the property, plant and equipment of the group (note 22).

Notes to the Financial Statements

For the year ended June 30, 2009

4 PROPERTY, PLANT AND EQUIPMENT (continued)

(c) The Company

	Freehold land Rs'000	Buildings and warehouses Rs'000	Roads and bridges Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture and office equipment Rs'000	Total Rs'000
Cost and Valuation							
At July 1, 2008							
Cost	-	41,008	2,833	44,531	72,885	4,423	165,680
Valuation	1,709,416	-	-	-	-	-	1,709,416
Amalgamation adjustments	49,845	12,008	2,603	-	-	30,003	94,459
Additions	-	-	370	1,694	3,706	263	6,033
Disposals	(45,193)	-	-	-	(7,479)	(32)	(52,704)
Revaluation adjustments	2,855,045	29,768	-	-	-	-	2,884,813
At June 30, 2009							
Cost	-	-	-	46,225	69,112	34,657	149,994
Valuation	4,569,113	82,784	5,806	-	-	-	4,657,703
	4,569,113	82,784	5,806	46,225	69,112	34,657	4,807,697
Depreciation							
At July 1, 2008	-	9,741	2,261	39,399	53,183	2,835	107,419
Amalgamation adjustments	-	5,852	2,383	-	-	19,727	27,962
Charge for the year	-	8,276	327	2,044	4,884	3,684	19,215
Disposals adjustments	-	-	-	-	(6,205)	(31)	(6,236)
Revaluation adjustments	-	(9,808)	-	-	-	-	(9,808)
At June 30, 2009	-	14,061	4,971	41,443	51,862	26,215	138,552
Net Book Values							
At June 30, 2009	4,569,113	68,723	835	4,782	17,250	8,442	4,669,145

Notes to the Financial Statements

For the year ended June 30, 2009

4 PROPERTY, PLANT AND EQUIPMENT (continued)

(d) The Company

	Freehold land Rs'000	Buildings and warehouses Rs'000	Roads and bridges Rs'000	Agricultural equipment Rs'000	Transport equipment Rs'000	Furniture and office equipment Rs'000	Total Rs'000
Cost And Valuation							
At July 1, 2007							
Cost	-	22,012	2,343	44,084	78,408	5,391	152,238
Valuation	1,736,236	-	-	-	-	-	1,736,236
Additions	-	22,320	490	447	5,331	1,204	29,792
Disposals	(26,820)	(1,718)	-	-	(2,828)	-	(31,366)
Assets written off	-	(1,606)	-	-	(8,026)	(2,172)	(11,804)
	1,709,416	41,008	2,833	44,531	72,885	4,423	1,875,096
At June 30, 2008							
Cost	-	41,008	2,833	44,531	72,885	4,423	165,680
Valuation	1,709,416	-	-	-	-	-	1,709,416
	1,709,416	41,008	2,833	44,531	72,885	4,423	1,875,096
Depreciation							
At July 1, 2007	-	11,551	2,188	36,884	58,497	4,278	113,398
Charge for the year	-	479	73	2,515	4,798	657	8,522
Disposals adjustments	-	(870)	-	-	(2,432)	-	(3,302)
Assets written off	-	(1,419)	-	-	(7,680)	(2,100)	(11,199)
At June 30, 2008	-	9,741	2,261	39,399	53,183	2,835	107,419
Net Book Values							
At June 30, 2008	1,709,416	31,267	572	5,132	19,702	1,588	1,767,677

Bank borrowings are secured on the property, plant and equipment of the company (note 22).

The freehold land and buildings of Mon Désert-Alma Limited were revalued at June 30, 2009 by Gexim Real Estate Ltd (Marie F. Ricardo Ramiah - Certified Practising Valuer). The valuation was made on the basis of open market value and 75% of the value has been booked in the financial statements.

The value of the property, plant and equipment was adjusted to its revalued amount and the resulting surplus was credited to revaluation and other reserves.

Notes to the Financial Statements

For the year ended June 30, 2009

4 PROPERTY, PLANT AND EQUIPMENT (continued)

(d) The Company

If the land and buildings were stated on the historical cost basis, the amounts would have been as follows:

	2009			2008
	Land Rs'000	buildings Rs'000	Total Rs'000	Land Rs'000
Cost	14,241	9,102	23,343	14,618
Accumulated depreciation	-	(3,668)	(3,668)	-
Net book values	14,241	5,434	19,615	14,618

(e) Additions include Rs.3,366,954 (2008:Rs.3,981,700) of assets leased under finance leases.

Leased assets comprise transport equipment and furniture and office equipment as follows:

	The Group and The Company	
	2009 Rs'000	2008 Rs'000
Transport equipment		
Cost - capitalised finance leases	14,630	11,895
Accumulated depreciation	(2,936)	(2,704)
Net book values	11,694	9,191
	June 30, 2009 Rs'000	June 30, 2008 Rs'000
Office equipment		
Cost - capitalised finance leases	1,013	1,797
Accumulated depreciation	(1,013)	(599)
Net book values	-	1,198

Notes to the Financial Statements

For the year ended June 30, 2009

5 INVESTMENT PROPERTIES

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Cost				
At July 1,	80,909	72,129	-	-
Amalgamation adjustment	-	-	80,909	-
Additions	502	8,780	502	-
At June 30,	81,411	80,909	81,411	-
Depreciation				
At July 1,	12,737	11,119	-	-
Amalgamation adjustment	-	-	12,737	-
Charge for the year	1,629	1,618	1,629	-
At June 30,	14,366	12,737	14,366	-
Net Book Values				
At June 30,	67,045	68,172	67,045	-

(a) The investment properties have been pledged to secure banking facilities (note 22).

(b) The following amounts have been recognised in the income statement:

	The Group	
	2009 Rs'000	2008 Rs'000
Rental income	15,476	14,491
Direct operating expenses arising from investment properties that generate rental income	1,629	1,618

Based on a valuation made by Gexim Real Estate Ltd (Marie F. Ricardo Ramiah - Certified Practising Valuer), at June 30, 2009, the fair value of the investment properties is estimated to be Rs. 65.6 million.

Notes to the Financial Statements

For the year ended June 30, 2009

6 INTANGIBLE ASSETS

	The Group				The Company				
	2009		2008		2009			2008	
	Land conversion rights Rs'000	Milling rights Rs'000	Computer software Rs'000	Total Rs'000	Total Rs'000	Land conversion rights Rs'000	Computer software Rs'000	Total Rs'000	Total Rs'000
At July 1,	-	219,247	984	220,231	984	-	984	984	984
Additions	290,026	-	-	290,026	11,279	290,026	-	290,026	-
Transfer from property, plant & equipment	-	-	-	-	268,551	-	-	-	-
Release of revaluation surplus reserve	-	-	-	-	(83,513)	-	-	-	-
Inventories transferred to intangible assets (note 6)	-	-	-	-	22,930	-	-	-	-
Movement during the year	-	(1,252)	-	(1,252)	-	-	-	-	-
At June 30,	290,026	217,995	984	509,005	220,231	290,026	984	291,010	984
Amortisation									
At July 1,	-	-	914	914	668	-	914	914	668
Charge for the year	-	21,800	34	21,834	246	-	34	34	246
At June 30,	-	21,800	948	22,748	914	-	948	948	914
Net Book Values									
At June 30,	290,026	196,195	36	486,257	219,317	290,026	36	290,062	70

During the year, Government compulsorily acquired land from Mon Désert-Alma Limited. Instead of a cash payment, Government has agreed to compensate the company in the form of land conversion rights in the ratio of 1:2 as provided under the SIE Act 2001 as amended (1:2 scheme)

Notes to the Financial Statements

For the year ended June 30, 2009

7 DEFERRED EXPENDITURE

(a) The Group

	2009				2008	
	Land development projects Rs'000	Voluntary retirement scheme costs Rs'000	Land parcelling expenses Rs'000	Centralisation costs Rs'000	Total Rs'000	Total Rs'000
At July 1,	-	127,102	72,628	101,704	301,434	260,738
Incurred during the year	44,671	-	8,430	-	53,101	167,351
Transfer from non current assets classified as held for sale	24,524	-	-	-	24,524	-
Amortisation during the year	-	(28,244)	-	(7,534)	(35,778)	(21,656)
Transfer from inventories (note 16)	19,769	-	-	-	19,769	-
Release on disposal of land	-	-	(56,605)	-	(56,605)	(104,999)
At June 30,	88,964	98,858	24,453	94,170	306,445	301,434

The voluntary retirement scheme costs and centralisation costs are amortised over a maximum of 5 and 20 years respectively.

(b) The Company

	2009			2008	
	Voluntary retirement scheme costs Rs'000	Land parcelling expenses Rs'000	Total Rs'000	Total Rs'000	Total Rs'000
At July 1,	127,102	72,628	199,730	151,500	151,500
Incurred during the year	-	8,430	8,430	167,351	167,351
Amortisation	(28,244)	-	(28,244)	(14,122)	(14,122)
Release on disposal of land	-	(56,605)	(56,605)	(104,999)	(104,999)
At June 30,	98,858	24,453	123,311	199,730	199,730

The voluntary retirement scheme costs are amortised over a maximum of 5 years.

Notes to the Financial Statements

For the year ended June 30, 2009

8 INVESTMENTS IN SUBSIDIARY COMPANIES

	The Company	
	2009 Rs'000	2008 Rs'000
At July 1,	531,325	348,000
Amalgamation adjustments	(208,780)	-
Additions	200,420	196,943
Impairment	-	(22,398)
Fair value adjustments	135,790	8,780
At June 30,	658,755	531,325

The fair value of the investments were determined at June 30, 2009 by Ernst & Young based on a combination of net assets and capitalised earnings.

(a) The subsidiary companies are as follows:

	Country of incorporation and operations	Principal activities	Class of shares held	Nominal value of investments		% Holding	
				2009	2008	2009	2008
				Rs'000	Rs'000		
Mon Désert-Alma Sugar Milling Company Limited	Mauritius	Milling of sugar canes	Ordinary	174,414	174,414	80%	80%
St Maurice Limited**	Mauritius	Property letting	Ordinary	-	21,220	-	100%
MDA Properties Limited	Mauritius	Property development	Ordinary	397,365	196,944	53.63%	57%

** St Maurice Limited was amalgamated with Mon Désert-Alma Limited on July 1, 2008.

Notes to the Financial Statements

For the year ended June 30, 2009

8 INVESTMENTS IN SUBSIDIARY COMPANIES (continued)

	Turnover		Operating profit/(loss)		Debt securities		Stated capital	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(b) Additional information on subsidiaries are provided below:								
Mon Désert-Alma Sugar Milling Company Limited	-	157,926	15,975	55,903	6,750	27,750	218,017	218,017
St Maurice Limited	-	14,441	-	18,887	-	44,135	-	21,220
MDA Properties Limited	143,212	-	17,235	(9,737)	-	-	740,911	345,744

9 INVESTMENTS IN ASSOCIATED COMPANIES

(a) The Group

	2009 Rs'000	2008 Rs'000
Share of net assets at July 1,	5,930	136,842
Additions	2,000	-
Movement in reserves of associated companies	(1,408)	7,083
Disposal of holdings in associated companies	-	(171,820)
Goodwill written off	-	(6,512)
Transfer to provision for other liabilities and charges	-	17,744
Share of retained profit of associated companies	1,519	22,593
Share of net assets at June 30,	8,041	5,930

Notes to the Financial Statements

For the year ended June 30, 2009

9 INVESTMENTS IN ASSOCIATED COMPANIES (continued)

(b) The Company

	2009 Rs'000	2008 Rs'000
Fair Value		
At July 1,	42,660	121,630
Additions	2,000	-
Disposal of holdings in associated companies	-	(92,940)
Impairment	-	(290)
Fair value adjustments	825	14,260
At June 30,	45,485	42,660

The fair value of the investments were determined at June 30, 2009 by Ernst & Young based on a combination of net assets and capitalised earnings.

(c) The company's interests in its associates, all of which are unquoted, are as follows:

Name	Class of shares	Year end	Country of incorporation and operations	Assets Rs'000	Liabilities Rs'000	Revenues Rs'000	Profit/ (Loss) Rs'000	% Holding
2009								
Emerald (Mauritius) Limited	Ordinary	June 30, 2009	Mauritius	-	10,045	-	(13)	50.00
Esp Landscapers Limited	Ordinary	June 30, 2009	Mauritius	38,186	32,220	29,456	77	20.00
Société du Courlis	Parts	June 30, 2009	Mauritius	12,558	5,379	1,480	377	33.33
Espral Ltd	Ordinary	June 30, 2009	Mauritius	57,507	19,935	88,469	13,786	30.00
Plastinax Austral Ltée	Ordinary	June 30, 2009	Mauritius	159,702	198,010	190,362	(4,346)	25.89
2008								
Emerald (Mauritius) Limited	Ordinary	June 30, 2008	Mauritius	-	10,032	-	(13)	50.00
Société du Courlis	Parts	June 30, 2008	Mauritius	12,833	5,833	1,285	(276)	33.33
Espral Ltd	Ordinary	June 30, 2008	Mauritius	57,585	28,816	50,826	4,822	30.00
Plastinax Austral Ltée	Ordinary	June 30, 2008	Mauritius	135,605	204,129	160,852	(9,957)	25.89

Notes to the Financial Statements

For the year ended June 30, 2009

10 INVESTMENTS IN OTHER SECURITIES

(a) The Group

	2009 Rs'000	2008 Rs'000
Fair Value		
At July 1,	327,558	280,513
Additions	153,494	42,947
Disposals	(2,870)	(28,809)
Impairment	-	(30,673)
Fair value adjustments	(30,170)	63,580
At June 30,	448,012	327,558
	Rs'000	Rs'000
Made up of investments in:		
Official market	28,381	39,449
DEM Listed	413,675	284,723
Unquoted	5,956	3,386
	448,012	327,558
	2009 Rs'000	2008 Rs'000

(b) The Company

Fair Value		
At July 1,	327,540	260,021
Amalgamation adjustment	18	-
Additions	153,494	42,947
Disposals	(2,870)	(8,334)
Impairment	-	(30,674)
Fair value adjustments	(30,170)	63,580
At June 30,	448,012	327,540
	2009 Rs'000	2008 Rs'000
Made up of investments in:		
Official market	28,381	39,449
DEM Listed	413,675	284,723
Unquoted	5,956	3,386
	448,012	327,558

Notes to the Financial Statements

For the year ended June 30, 2009

10 INVESTMENTS IN OTHER SECURITIES

- (c) The fair value of investments in other securities were determined at June 30, 2009 based on the valuation carried out by Ernst & Young. The quoted securities were valued based on the adjusted market price taking into consideration size of the holding and adjusted net assets. The unquoted securities were valued based on a mix of net assets, capitalised earnings and discounted cash flow appropriate to each individual investment.
- (d) Bank borrowings are secured on some investments of the group.

11 DEPOSIT ON SHARES

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Deposit on shares	-	126,450	-	279,182

12 NON-CURRENT RECEIVABLES

	The Group and The Company 2009 & 2008 Rs'000
8% debentures	18

13 DEFERRED INCOME TAXES

Deferred income taxes are calculated on all temporary differences under the liability method at 15% (2008: 15%). The movement in the deferred income tax account is as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	4,908	9,146	4,448	9,248
Amalgamation adjustment	-	-	(245)	-
Charged to income statement	(4,908)	(4,238)	(4,203)	(4,800)
At June 30,	-	4,908	-	4,448

Notes to the Financial Statements

For the year ended June 30, 2009

13 DEFERRED INCOME TAXES (continued)

Deferred income tax assets and liabilities are offset when the income taxes relate to the same fiscal authority.

At June 30, 2009, the group had unused tax losses of Rs.790 m (2008: Rs.998m) to carry forward against future taxable income.

No deferred tax asset has been provided in respect of the tax losses due to unpredictability of future profits.

The deferred tax assets and liabilities and deferred tax credit/(charge) in the income statement are attributable to the following items:

(a) The Group

	At July 1, 2008 Rs.	Charged/ (credited) to income statement Rs.	At June 30, 2009 Rs.
Deferred income tax liabilities			
Accelerated tax depreciation	(5,153)	5,153	-
Deferred income tax assets			
Retirement and other benefit obligations	245	(245)	-
Net deferred income tax assets	(4,908)	4,908	-

(b) The Company

	At July 1, 2008 Rs'000	Amalgamation adjustment	Charged/ (credited) to income statement Rs'000	At June 30, 2009 Rs'000
Deferred income tax liabilities				
Accelerated tax depreciation	(158)	-	158	-
Deferred income tax assets				
Tax losses carried forward	4,606	-	(4,606)	-
Retirement benefit obligations	-	(245)	245	-
	4,606	(245)	(4,361)	-
Net deferred income tax assets	4,448	(245)	(4,203)	-

Notes to the Financial Statements

For the year ended June 30, 2009

14 BEARER BIOLOGICAL ASSETS

	2009 Rs'000	2008 Rs'000
The Group and The Company		
Cost		
At July 1,	135,923	122,280
Expenditure during the year	11,632	22,549
Assets fully amortised written off	(12,162)	(8,906)
At June 30,	135,393	135,923
Amortisation		
At July 1,	65,929	59,508
Charge for the year	16,811	15,327
Assets fully amortised written off	(12,162)	(8,906)
At June 30,	70,578	65,929
Net Book Values		
At June 30,	64,815	69,994

15 CONSUMABLE BIOLOGICAL ASSETS

	2009			2008
	Standing crop Rs'000	Nursery Rs'000	Total Rs'000	Total Rs'000
The Group and The Company				
At July 1,	134,205	-	134,205	160,470
Changes in fair value	21,995	2,437	24,432	(26,265)
At June 30,	156,200	2,437	158,637	134,205

Standing crop and nursery are stated at their fair values.

Notes to the Financial Statements

For the year ended June 30, 2009

16 INVENTORIES

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Fertilisers	2,592	5,071	2,592	5,071
Diesel	1,805	2,482	1,805	2,482
Others	20,046	42,795	277	95
Reclassification to deferred expenditure (note 7)	(19,769)	-	-	-
Reclassification to intangible assets (note 6)	-	(22,930)	-	-
Less: provision for obsolete stock	(1,467)	(1,467)	(1,467)	(1,467)
	3,207	25,951	3,207	6,181

The cost of inventories recognised as expense and included in the cost of sales are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Cost of inventories	270,239	110,000	146,000	110,000

17 TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Bagasse proceeds outstanding	-	1,266	-	1,266
Trade receivables	9,694	-	-	-
Other receivables and prepayments	63,694	38,359	14,121	36,647
	73,388	39,625	14,121	37,913

The carrying amount of trade and other receivables approximate their fair values.

The carrying amounts of the group's trade and other receivables are denominated in Mauritian rupees.

The other classes within trade and other receivables do not contain impaired assets.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable mentioned above.

The group does not hold any collateral as security.

Notes to the Financial Statements

For the year ended June 30, 2009

18 AMOUNTS RECEIVABLE FROM GROUP COMPANIES

	2009			2008
	Loans Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
(a) The Group				
Holding company	-	1,450	1,450	-
Fellow subsidiaries	-	15,445	15,445	39,191
	-	16,895	16,895	39,191

	2009			2008
	Loans Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
(b) The Company				
Holding company	-	1,450	1,450	-
Subsidiary companies	-	58,096	58,096	146,638
Fellow subsidiaries	-	15,445	15,445	1,807
	-	74,991	74,991	148,445

19 NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	41,577	-	-	-
Additions	2,261	19,127	57,584	-
Transfer from property, plant and equipment	3,053	22,450	-	-
Transfer to deferred expenditure	(24,524)	-	-	-
Released to income statement	(1,534)	-	-	-
	20,833	41,577	57,584	-

Notes to the Financial Statements

For the year ended June 30, 2009

20 SHARE CAPITAL

	2009 & 2008 Rs'000
Authorised	
3,600,000 ordinary shares of Rs.25 each	90,000
Issued and fully paid	
2,194,500 ordinary shares of Rs.25 each	54,862

21 RETIREMENT BENEFIT OBLIGATIONS

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Amounts recognised on the balance sheets:				
Pension schemes (note 21 (a))	38,665	40,071	38,665	40,071
Other post retirement benefits (note 21 (b))	25,396	22,530	25,396	22,530
	64,061	62,601	64,061	62,601

(a) Pension schemes

(i) The assets of the fund are held independently and administered by The Sugar Industry Pension Fund and by an insurance company.

(ii) The amounts recognised on the balance sheets are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Present value of funded obligations	104,629	98,852	104,629	96,063
Purchase of capital value of MDA Milling pensioners	-	-	-	2,789
Fair value of plan assets	(45,990)	(52,835)	(45,990)	(52,835)
	58,639	46,017	58,639	46,017
Unrecognised actuarial loss	(19,974)	(5,946)	(19,974)	(5,946)
Liability on the balance sheet	38,665	40,071	38,665	40,071

Notes to the Financial Statements

For the year ended June 30, 2009

21 RETIREMENT BENEFIT OBLIGATIONS (continued)

(ii) The movement in the defined benefit obligations are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	98,852	114,675	98,852	92,388
Current service cost	2,675	2,667	2,675	2,667
Employee contributions	637	626	637	626
Interest cost	10,009	9,285	10,009	9,285
Curtailment or settlement loss/(gain)	-	(18,276)	-	1,222
Benefits paid	(7,229)	(9,559)	(7,229)	(9,559)
Liability gain	(315)	(566)	(315)	(566)
	104,629	98,852	104,629	96,063
Purchase of capital value of MDA Milling pensioners	-	-	-	2,789
At June 30,	104,629	98,852	104,629	98,852

(iii) The movement in the fair value of plan assets are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	52,835	73,743	52,835	46,153
Expected return on plan assets	5,643	4,979	5,643	4,979
Employer contributions	8,447	11,938	8,447	11,938
Employee contributions	637	626	637	626
Benefits paid	(7,229)	(9,559)	(7,229)	(9,559)
Release during the year	-	(27,590)	-	-
Asset loss	(14,343)	(1,302)	(14,343)	(1,302)
At June 30,	45,990	52,835	45,990	52,835

Notes to the Financial Statements

For the year ended June 30, 2009

21 RETIREMENT BENEFIT OBLIGATIONS (continued)

(iv) The amounts recognised on the income statements are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Current service cost	2,675	2,667	2,675	2,667
Interest cost	10,009	9,285	10,009	9,285
Expected return on plan assets	(5,643)	(4,979)	(5,643)	(4,979)
Actuarial loss recognised	-	1,383	-	1,383
Total included in staff costs	7,041	8,356	7,041	8,356
Actual return on plan assets	(8,700)	3,677	(8,700)	3,677

(v) The movement in the liability recognised on the balance sheets are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	40,071	42,509	40,071	40,864
Total expense as above	7,041	8,356	7,041	8,356
Purchase of capital value of MDA Milling pensioners	-	-	-	2,789
Contributions paid	(8,447)	(10,794)	(8,447)	(11,938)
At June 30,	38,665	40,071	38,665	40,071

(vi) Distribution of plan assets:

	The Group		The Company	
	2009 %	2008 %	2009 %	2008 %
Percentage of assets at the end of the year				
Local equities	35	48	35	48
Local bonds	15	8	15	8
Property	1	1	1	1
Overseas bonds and equities	49	43	49	43
Other	-	-	-	-
Total	100	100	100	100

Notes to the Financial Statements

For the year ended June 30, 2009

21 RETIREMENT BENEFIT OBLIGATIONS (continued)

(vii) Expected contributions to the pension plan for the year ending June 30, 2010 is Rs.9,038,000 for the group and the company respectively.

(viii) History of obligations, assets and experience adjustments:

	The Group			The Company		
	2009 Rs'000	2008 Rs'000	2007 Rs'000	2009 Rs'000	2008 Rs'000	2007 Rs'000
Present value of defined benefit obligations	104,629	98,852	114,852	104,629	96,063	92,388
Purchase of capital value of MDA Milling pensioners	-	-	-	-	2,789	-
Fair value of plan assets	(45,990)	(52,835)	(73,743)	(45,990)	(52,835)	(46,153)
Deficit	58,639	46,017	41,109	58,639	46,017	46,235
Asset experience (loss)/gain	(14,343)	(1,302)	10,692	(14,343)	(1,302)	7,202
Liability experience gain	-	566	4,882	-	566	2,307

(ix) The principal actuarial assumptions at the end of year were as follows:

	The Group		The Company	
	2009 %	2008 %	2009 %	2008 %
Discount rate	10.00	10.50	10.00	10.50
Expected rate of return on plan assets	10.00	10.50	10.00	10.50
Future pension increases	3.50	4.00	3.50	4.00

Notes to the Financial Statements

For the year ended June 30, 2009

21 RETIREMENT BENEFIT OBLIGATIONS (continued)

(b) Other post retirement benefits

Other post retirement benefits compose mainly of gratuity on retirement payable under the Labour Act. The obligations arising under this item are not funded.

(i) The amounts recognised on the balance sheets are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Present value of unfunded obligations	22,247	19,415	22,247	19,358
Purchase of capital value of MDA Milling pensioners	-	-	-	57
Unrecognised actuarial gain	3,149	3,115	3,149	3,115
Liability on the balance sheet	25,396	22,530	25,396	22,530

(ii) The movement in the defined benefit obligations are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	19,415	84,692	19,358	64,057
Current service cost	967	1,775	1,024	1,775
Past service cost	2,036	4,184	2,036	4,184
Curtailment or settlement loss	-	93,662	-	114,240
Benefits paid	(59)	(163,891)	(59)	(163,891)
Liability loss	(112)	(1,007)	(112)	(1,007)
At June 30,	22,247	19,415	22,247	19,358

(iii) The amounts recognised on the income statements are as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Current service cost	967	1,775	967	1,775
Interest cost	2,036	4,184	2,036	4,184
Curtailment or settlement loss	-	88,430	-	112,370
Actuarial gain recognised	(78)	-	(78)	-
Total included in staff costs	2,925	94,389	2,925	118,329

Notes to the Financial Statements

For the year ended June 30, 2009

21 RETIREMENT BENEFIT OBLIGATIONS (continued)

(iv) Movement in the liability recognised on the balance sheets:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
At July 1,	22,530	92,032	22,530	68,035
Total expense as above	2,925	94,389	2,925	118,329
Purchase of capital value of MDA Milling pensioners	-	-	-	57
Benefits paid	(59)	(163,891)	(59)	(163,891)
At June 30,	25,396	22,530	25,396	22,530

(v) History of obligations, assets and experience adjustments:

	The Group			The Company		
	2009 Rs'000	2008 Rs'000	2007 Rs'000	2009 Rs'000	2008 Rs'000	2007 Rs'000
Present value of unfunded obligations	22,247	19,358	84,692	22,247	19,358	64,057
Liability experience loss	-	1,007	2,663	-	1,007	2,845

(vi) Expected benefit payments for the year ending June 30, 2010 is Rs.63,000 for the group and the company respectively.

(c) The principal actuarial assumptions used for accounting purposes were:

	The Group		The Company	
	2009 %	2008 %	2009 %	2008 %
Discount rate	10	10.5	10	10.5
Expected return on plan assets	10	10.5	10	10.5
Future pension increases	3.50	4	3.50	4

Notes to the Financial Statements

For the year ended June 30, 2009

22 BORROWINGS

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Current				
Bank overdrafts	198,076	273,220	108,881	144,958
Obligations under finance leases	2,661	2,127	2,661	2,127
Loan capital	50,889	161,736	44,139	43,023
	251,626	437,083	155,681	190,108
Non-current				
Obligations under finance leases (note 22(b)(ii))	6,791	6,668	6,791	6,668
Loan capital (note 22(b)(iii))	173,822	308,265	173,822	268,556
	180,613	314,933	180,613	275,224
Total borrowings	432,239	752,016	336,294	465,332

(a) Borrowings include secured liabilities. The borrowings are secured over certain of the property, plant and equipment of the group and the company as well as over certain of the investments. The rates of interest on these loans vary between 6.5% and 13.25%.

Lease liabilities are effectively secured as the rights to the leased asset revert to the lessor in the event of default.

(b) The non-current borrowings can be analysed as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(i) Finance lease liabilities				
Within one year	3,622	3,019	3,622	3,019
Later than 1 year and not later than 2 years	3,069	2,947	3,069	2,947
Later than 2 year and not later than 3 years	2,556	2,078	2,556	2,078
Later than 3 years and not later than 5 years	2,399	2,810	2,399	2,810
	11,646	10,854	11,646	10,854
Future finance charges on finance leases	(2,194)	(2,059)	(2,194)	(2,059)
Present value of finance lease liabilities	9,452	8,795	9,452	8,795

Notes to the Financial Statements

For the year ended June 30, 2009

22 BORROWINGS (continued)

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(ii) Finance lease liabilities				
The present value of finance lease liabilities may be analysed as follows:				
Within one year	2,661	2,127	2,661	2,127
Later than 1 year and not later than 2 years	2,399	2,298	2,399	2,298
Later than 2 year and not later than 3 years	2,162	1,809	2,162	1,809
Later than 3 years and not later than 5 years	2,230	2,561	2,230	2,561
	6,791	6,668	6,791	6,668
	9,452	8,795	9,452	8,795

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(iii) Loan capital repayable by instalments				
- after one year and before two years	67,900	46,529	67,900	34,822
- after two years and before three years	104,946	91,291	104,946	83,118
- after three years and before five years	976	170,445	976	150,516
	173,822	308,265	173,822	268,456

23 TRADE AND OTHER PAYABLES

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Voluntary retirement scheme and centralisation costs	128,853	65,300	121,329	57,723
Provision for other liabilities and charges	17,774	17,744	-	-
Accruals and other payables	108,715	79,276	29,804	58,712
	255,312	162,320	151,133	116,435

The carrying amounts of trade and other payables approximate their fair values.

Notes to the Financial Statements

For the year ended June 30, 2009

24 AMOUNTS PAYABLE TO GROUP COMPANIES

	2009			2008
	Loans Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
(a) The Group				
Holding company	-	15,269	15,269	-
Fellow subsidiaries	-	9,285	9,285	24,047
	-	24,554	24,554	24,047

	2009			2008
	Loans Rs'000	Others Rs'000	Total Rs'000	Total Rs'000
(b) The Company				
Holding company	-	15,269	15,269	8,939
Fellow subsidiaries	-	5,333	5,333	14,916
	-	20,602	20,602	23,855

25 TAXATION

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Balance sheet				
Current tax on the adjusted results for the year at 15% (2008: 15%)	915	737	-	-
National residential property tax	249	220	-	-
	1,164	957	-	-
Income statement				
Current tax on the adjusted results for the year at 15% (2008: 15%)	(915)	(737)	-	-
National residential property tax	(249)	(220)	-	-
Deferred taxation (note 13)	(4,908)	(4,238)	(4,203)	(4,800)
Under provision last year	(656)	-	-	-
Taxation charge for the year	(6,728)	(5,195)	(4,203)	(4,800)

Notes to the Financial Statements

For the year ended June 30, 2009

25 TAXATION

The tax on the results before tax differs from the theoretical amount that would arise using the basic tax rate as follows:

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Profit/(loss) before taxation	295,382	(71,223)	355,517	628,121
Tax calculated at the rate of 15% (2008: 15%)	44,307	(10,683)	53,328	94,218
Income not subject to tax	(60,683)	(20,582)	(71,817)	(127,454)
Expenses not deductible for tax purposes	22,448	40,890	22,448	38,036
Amalgamation adjustment	-	-	245	-
Effect of different tax rates	-	414	-	-
Utilisation of previously unrecognised tax losses	-	(3,379)	-	-
Adjustment relating to previous year	656	-	-	-
Derecognition of tax losses	-	(1,465)	-	-
Taxation charge for the year	6,728	5,195	4,203	4,800

Additional information about deferred tax is presented in note 13.

26 DIVIDENDS

	2009 Rs'000	2008 Rs'000
Interim paid - Rs. 13.50 per share (2008 - Rs. 15 per share)	29,626	32,918
Final proposed - Rs.4.50 per share (2008 - nil)	9,875	-
	39,501	32,918

Notes to the Financial Statements

For the year ended June 30, 2009

27 TURNOVER

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Sugar accruing	252,407	438,736	252,407	266,319
Molasses accruing	12,452	7,063	12,452	7,063
Sales of residential units	143,212	-	-	-
	408,071	445,799	264,859	273,382

28 OPERATING PROFIT/(LOSS)

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Operating profit/(loss) is arrived at after				
crediting:				
Profit on sale of land and buildings	353,100	172	405,945	714,181
and charging:				
Depreciation of property, plant and equipment				
- owned assets	11,687	25,416	17,427	7,417
- leased assets	1,788	1,104	1,788	1,104
Depreciation of investment properties	1,629	1,618	1,629	1,618
Amortisation of intangible assets	21,834	246	35	246
Amortisation of deferred expenditure	35,778	21,656	28,244	14,122
Loss on disposal of property, plant and equipment	43	-	43	-
Impairment of building	906	-	906	-
Impairment loss on inventories	-	20,430	-	-
Staff costs (note 28(a))	94,774	189,177	94,774	134,253

Notes to the Financial Statements

For the year ended June 30, 2009

28 OPERATING PROFIT/(LOSS) (continued)

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(a) Staff costs				
Wages and salaries (including social security costs)	87,563	174,862	87,563	119,938
Pension costs	7,211	14,315	7,211	14,315
	94,774	189,177	94,774	134,253

29 OTHER INCOME

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Interest income	565	394	4,505	5,735
Marketable securities:				
- Dividend income - official market	2,523	819	2,522	819
- DEM listed	9,338	5,460	9,338	5,460
- unquoted	105	715	1,731	6,014
Prepaid lease rentals	30	30	30	30
Others	248	-	-	-
	12,809	7,418	18,126	18,058

30 NET AMORTISATION OF DEFERRED EXPENDITURE

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Amortisation of milling rights (note 6)	(21,800)	-	-	-
Amortisation of voluntary retirement release costs (note 7)	(35,778)	(21,656)	(28,244)	(14,122)
	(57,578)	(21,656)	(28,244)	(14,122)

Notes to the Financial Statements

For the year ended June 30, 2009

31 FINANCE COSTS

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Interest expense	Rs'000	Rs'000	Rs'000	Rs'000
- Bank overdrafts	20,232	42,356	7,391	27,421
- Bank and other loans repayable by instalments	38,897	54,765	36,814	43,338
- Debentures repayable by instalments overpaid	-	(229)	-	-
- Finance leases	1,119	594	1,119	594
	60,248	97,486	45,324	71,353
Net foreign exchange transaction (gains)/losses	(8,035)	1,536	(7,845)	1,536
	52,213	99,022	37,479	72,889

32 EXCEPTIONAL ITEMS

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Profit on disposal of land and buildings	353,100	66,173	405,945	714,008
(Loss)/profit on disposal of associates	-	(51,126)	-	120,543
(Loss)/profit on disposal of other investments	(200)	19,486	(200)	2,847
Impairment of investments in other securities	-	(113,581)	-	(113,581)
Impairment of investment in subsidiary	-	-	-	(48,814)
Impairment of investment in associated company	-	-	-	(16,770)
Impairment of loan	-	(9,000)	-	(9,000)
Impairment of building	(906)	-	(906)	-
Assets written-off	-	(605)	-	(605)
Goodwill written off	-	(6,512)	-	-
Release of retirement benefit obligations	-	74,776	-	51,979
	351,994	(20,389)	404,839	700,607

Notes to the Financial Statements

For the year ended June 30, 2009

33 EARNINGS/(LOSS) PER SHARE

		The Group		The Company	
		2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Net profit/(loss) attributable to equity holders	Rs'000	280,080	(78,400)	351,314	623,321
Number of ordinary shares in issue	('000)	2,194	2,194	2,194	2,194
Earnings/(loss) per share	(Rs.)	127.66	(35.73)	160.12	284.10

Notes to the Financial Statements

For the year ended June 30, 2009

34 NOTES TO THE CASH FLOW STATEMENTS

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(a) Cash generated from operations				
Profit/(loss) before taxation	295,382	(71,223)	355,517	628,121
Adjustments for:				
Retirement and other benefits obligations	1,460	(71,940)	1,460	(49,144)
Amortisation of deferred expenditure	35,778	21,656	28,244	14,122
Depreciation of property, plant and equipment	13,475	24,903	19,215	8,522
Depreciation of investment properties	1,629	1,618	1,629	-
Amortisation of intangible assets	21,834	246	35	246
Profit on sale of land and buildings	(339,857)	-	(405,945)	(714,008)
Transfer on disposal of associated companies	-	171,669	-	-
Amortisation of bearer biological assets	16,811	15,328	16,811	15,328
Loss/(Profit) on sale of property, plant and equipment	43	(66,740)	43	(173)
Loss/(Profit) on disposal of investments	200	(140,029)	200	(123,390)
Investment income	(11,840)	(7,087)	(13,466)	(12,293)
Interest expense	60,058	97,486	45,324	71,352
Interest income	(565)	(394)	(4,505)	(5,735)
Net foreign exchange transaction (gains)/losses	(7,845)	1,536	(7,845)	1,536
Share of results of associated companies	(3,145)	(28,253)	-	-
Impairment of investments	-	113,581	-	179,165
Impairment of loan	-	9,000	-	9,000
Goodwill written off	-	6,512	-	-
Assets impaired/written off	906	605	906	605
	84,324	78,474	37,623	23,254
Changes in working capital:				
- consumable biological assets	(24,433)	26,266	(24,433)	26,266
- inventories	(39,867)	(19,195)	2,974	(1,563)
- trade and other receivables	(49,071)	27,825	10,923	(2,622)
- amounts receivable from group companies	(1,488)	(2,922)	(5,346)	6,023
- trade and other payables	54,242	3,807	(5,033)	(3,615)
- amounts payable to group companies	11,008	(6,145)	7,056	(6,257)
Cash generated from operations	34,715	108,110	23,764	41,486

Notes to the Financial Statements

For the year ended June 30, 2009

34 NOTES TO THE CASH FLOW STATEMENTS (continued)

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
(b) Cash and cash equivalents				
Bank and cash balances	4,832	1,292	4,832	1,290
Bank overdrafts	(198,076)	(273,220)	(108,881)	(144,958)
	(193,244)	(271,928)	(104,049)	(143,668)

(c) Non cash transactions

The principal non cash transactions are the acquisition of property, plant and equipment under finance leases.

35 CAPITAL COMMITMENTS

	The Group		The Company	
	2009 Rs'000	2008 Rs'000	2009 Rs'000	2008 Rs'000
Contracted for but not provided in the financial statements	-	-	-	-
Authorised by the Board of Directors but not yet contracted for	13,168	6,953	13,168	6,953

Notes to the Financial Statements

For the year ended June 30, 2009

36 RELATED PARTY TRANSACTIONS

(a) The table below shows substantial related party transactions and amounts owed by/to related parties.

The Group

	Amount owed to related parties		Amount owed by related parties		Management fees (expense)/income		Loans payable		Loans receivable		Interest expense		Interest income		Other operating income	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Holding company	133	926	-	-	(25,436)	(13,513)	-	6,500	-	-	-	5,171	-	-	360	-
Fellow subsidiaries	-	2,641	-	125	-	-	-	-	-	-	-	2,135	-	-	14,363	5,549
Other related corporations	3,759	13,406	-	3,035	-	-	-	-	-	-	-	-	-	-	180	5,923

The Company

	Amount owed to related parties		Amount owed by related parties		Management fees (expense)/income		Loans payable		Loans receivable		Interest expense		Interest income		Other operating income	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Holding company	133	926	-	-	-	-	-	6,500	-	-	-	5,171	-	-	360	-
Subsidiary companies	-	-	58,096	1,213	(25,436)	(13,513)	-	-	-	-	-	-	-	-	-	-
Fellow subsidiaries	-	2,641	-	125	-	16,000	-	-	-	-	-	2,135	-	-	14,363	5,549
Other related corporations	3,759	13,406	-	3,035	-	-	-	-	-	-	-	-	-	-	180	5,923

The above transactions have been made in the normal course of business.

(b) Key management personnel compensation

	The Group and The Company	
	2009	2008
	Rs'000	Rs'000
Salaries and short term employee benefits	4,829	3,933
Post employment benefits	517	484
	5,346	4,417

Notes to the Financial Statements

For the year ended June 30, 2009

37 THREE-YEAR SUMMARY OF PUBLISHED RESULTS AND ASSETS AND LIABILITIES

(a) The Group

	2009 Rs'000	2008 Rs'000	2007 Rs'000
Income statements			
Turnover	408,071	445,799	467,269
Profit/(loss) before taxation	295,382	(71,223)	8,729
Taxation charge	(6,728)	(5,195)	(9,649)
Profit/(loss) after taxation	288,654	(76,418)	(920)
Attributable to:			
Equity holders of the company	280,080	(78,400)	(2,260)
Non controlling interests	8,574	1,982	1,340
	288,654	(76,418)	(920)
Dividends	39,501	32,918	28,529
Dividends per share	Rs. 18.00	15.00	13.00
Earnings/(loss) per share	Rs. 127.66	(35.73)	(1.03)

	2009 Rs'000	2008 Rs'000	2007 Rs'000
Balance sheets			
Non current assets	6,037,986	2,940,764	2,957,169
Current assets	256,959	240,264	253,207
Non-current assets classified as held for sale	20,833	41,577	-
Total assets	6,315,778	3,222,605	3,210,376
Capital and reserves	5,154,966	2,050,074	2,090,422
Non controlling interests	373,607	170,590	36,509
Non current liabilities	244,674	377,534	425,394
Current liabilities	542,531	624,407	658,051
Total equity and liabilities	6,315,778	3,222,605	3,210,376

Notes to the Financial Statements

For the year ended June 30, 2009

37 THREE YEAR SUMMARY OF PUBLISHED RESULTS AND ASSETS AND LIABILITIES (continued)

(b) The Company

	2009 Rs'000	2008 Rs'000	2007 Rs'000
Income statements			
Turnover	264,859	273,382	281,769
Profit/(loss) before taxation	355,517	628,121	(14,319)
Taxation charge	(4,203)	(4,800)	(4,800)
Profit/(loss) for the year	351,314	623,321	(19,119)
Dividends	39,501	32,918	28,529
Dividends per share	Rs. 18.00	15.00	13.00
Earnings/(loss) per share	Rs. 160.12	284.10	(8.71)
Balance sheets			
Non current assets	6,366,648	3,222,644	2,744,579
Current assets	255,788	328,034	254,544
Non-current assets classified as held for sale	57,584	-	-
Total assets	6,680,020	3,550,678	2,999,123
Capital and reserves	6,098,055	2,882,455	2,175,193
Non current liabilities	244,674	337,825	339,149
Current liabilities	337,291	330,398	484,781
Total equity and liabilities	6,680,020	3,550,678	2,999,123

Notes to the Financial Statements

For the year ended June 30, 2009

38 SALES ANALYSIS AND SEGMENTAL REPORTING

No separate reporting has been identified in the group. All the companies within the group operate in Mauritius.

39 POST BALANCE SHEET EVENT

Mon Désert-Alma Ltd is envisaging an amalgamation with The Savannah Sugar Estates Co Ltd. Shareholders will be called upon soon to vote on the amalgamation and, if approved, The Savannah Sugar Estates Co. Ltd will remain the amalgamated company.

40 CONTINGENT LIABILITY

Financial guarantees of USD71.25m were given by subsidiaries jointly and severally with other companies to secure banking facilities contracted by Companhia de Sena SARL. This contingency was mitigated by way of an indemnification agreement entered into with the controlling shareholder of Companhia de Sena SARL.

40 ULTIMATE HOLDING ENTITY

The immediate holding company of Mon Désert-Alma Ltd is ENL Limited (formaly Espitalier Noël Limited, incorporated in Mauritius and whose registered office is at 7th floor, Swan Group Centre, Port Louis. The ultimate holding entity is Société Caredas, a 'société civile' registered in Mauritius.