

Rogers and Company Limited

Quarterly Results ended 31 March 2010



Income Statements

	3 months ended March		6 months ended March		Year ended September
	2010	2009	2010	2009	2009
	Rs m	Rs m	Rs m	Rs m	Rs m
Revenue	2,311.0	2,116.0	4,757.0	4,659.0	8,203.3
Profit before finance costs	244.8	327.7	550.3	737.0	1,112.4
Finance costs	(121.2)	(141.2)	(246.5)	(278.1)	(526.5)
	123.6	186.5	303.8	458.9	585.9
Share of profit of associated companies	9.0	25.2	22.5	35.8	65.4
Profit before exceptional items	132.6	211.7	326.3	494.7	651.3
Exceptional items					
Profit on disposal of financial assets	80.3	30.1	81.9	51.1	19.7
Profit on sale of properties	8.7	50.2	10.3	84.5	77.2
Reorganisation costs	-	-	-	(0.9)	-
	89.0	80.3	92.2	134.7	96.9
Profit after exceptional items	221.6	292.0	418.5	629.4	748.2
Taxation	(35.9)	(35.9)	(75.7)	(84.0)	(183.1)
Profit for the period	185.7	256.1	342.8	545.4	565.1
Attributable to					
Owners of the parent	216.9	219.8	374.0	523.7	652.3
Non controlling interests	(31.2)	36.3	(31.2)	21.7	(87.2)
	185.7	256.1	342.8	545.4	565.1
Earnings per share	Rs				
	8.61	8.72	14.84	20.78	25.88
Earnings per share excluding exceptional items	Rs				
	5.15	6.87	11.29	16.77	23.07
Dividends per ordinary share	Rs				
	4.50	5.00	4.50	5.00	12.00
Number of ordinary shares used in calculation	25,204,530	25,204,530	25,204,530	25,204,530	25,204,530

Statements of Comprehensive Income



	3 months ended March		6 months ended March		Year ended September
	2010 Rs m	2009 Rs m	2010 Rs m	2009 Rs m	2009 Rs m
Profit for the period	185.7	256.1	342.8	545.4	565.1
Other comprehensive income	(367.1)	(215.3)	(454.2)	(1,663.8)	135.8
Total comprehensive income for the period	(181.4)	40.8	(111.4)	(1,118.4)	700.9
Attributable to					
Owners of the parent	(136.1)	3.7	(68.5)	(1,176.5)	787.2
Non controlling interests	(45.3)	37.1	(42.9)	58.1	(86.3)
	(181.4)	40.8	(111.4)	(1,118.4)	700.9

Statements of Financial Position



	31.03.2010	31.03.2009	30.09.2009
	Rs m	Rs m	Rs m
ASSETS			
Non current assets			
Property, plant and equipment	5,428.6	5,711.6	5,543.3
Investment properties	1,308.7	1,150.3	1,307.8
Intangible assets	1,706.2	1,589.7	1,686.7
Investment in associated companies	267.6	335.7	354.7
Investment in financial assets	3,828.3	2,427.2	4,185.1
Bearer biological assets	24.3	27.0	27.3
Long term loans receivable	16.1	17.4	16.6
Net investment in finance leases	757.8	840.5	806.8
Deferred expenditure	70.7	102.1	78.1
	13,408.3	12,201.5	14,006.4
Current assets			
Consumable biological assets	92.0	80.3	104.3
Inventories	1,374.9	1,161.2	1,340.3
Net investment in finance leases	431.2	387.3	411.5
Trade and other receivables	4,827.2	4,504.7	3,859.4
Investment in financial assets	419.6	404.8	233.3
Bank balances and cash	973.3	960.4	1,088.0
	8,118.2	7,498.7	7,036.8
Total assets	21,526.5	19,700.2	21,043.2
Life business assets	1,576.4	1,304.3	1,507.1
	23,102.9	21,004.5	22,550.3
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	252.0	252.0	252.0
Reserves	8,835.3	7,468.7	9,087.9
Equity attributable to owners of the parent	9,087.3	7,720.7	9,339.9
Non controlling interests	1,311.5	1,522.3	1,376.2
Total equity	10,398.8	9,243.0	10,716.1
Non current liabilities			
Long term loans payable	3,603.1	4,322.3	3,470.9
Finance lease obligations	47.4	91.6	44.7
Deferred taxation	135.5	82.7	135.9
Retirement benefit obligations	129.1	139.2	128.6
	3,915.1	4,635.8	3,780.1
Current liabilities			
Bank overdrafts	538.9	429.5	524.8
Short term loans payable	2,482.3	1,754.2	2,254.4
Trade and other payables	3,955.6	3,336.7	3,407.6
Taxation	51.5	96.2	110.1
Provisions	70.9	78.7	73.7
Dividends payable	113.4	126.1	176.4
	7,212.6	5,821.4	6,547.0
Total liabilities	11,127.7	10,457.2	10,327.1
Life assurance fund	1,576.4	1,304.3	1,507.1
	23,102.9	21,004.5	22,550.3

Statements of Cash Flows



	6 months ended March		Year ended September
	2010	2009	2009
	Rs m	Rs m	Rs m
Cash generated from operations before working capital changes	584.4	784.0	1,228.7
Working capital changes	(416.8)	(497.2)	(181.5)
Cash generated from operations	167.6	286.8	1,047.2
Cash used in other operating activities	(281.3)	(261.9)	(490.2)
Net cash (used in) from operating activities	(113.7)	24.9	557.0
Net cash used in investing activities	(127.7)	(273.9)	(281.2)
Net cash from (used in) financing activities	166.2	331.2	(156.4)
Net (decrease) increase in cash and cash equivalents	(75.2)	82.2	119.4
Cash and cash equivalents - opening	552.5	433.1	433.1
Cash and cash equivalents - closing	477.3	515.3	552.5

Segment Analysis



	Revenue					Profit after tax				
	3 months ended March		6 months ended March		Year ended September	3 months ended March		6 months ended March		Year ended September
	2010	2009	2010	2009	2009	2010	2009	2010	2009	2009
	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m
Financial Services	844	740	1,944	1,704	3,039	94	83	170	259	411
Hotels	392	287	876	643	1,188	(28)	(13)	24	49	(97)
Leisure	89	86	185	200	382	3	2	9	7	13
Logistics	461	385	1,019	1,071	2,130	(19)	(4)	(6)	1	25
Property	95	80	186	164	336	25	42	49	66	150
Real Estate and Agribusiness	346	385	491	662	1,006	(34)	9	(67)	(23)	(155)
Travel and Aviation	115	99	233	201	432	12	26	36	44	89
Other Strategic Investments	258	289	314	382	607	74	51	88	66	142
Corporate Services	25	29	47	44	86	(29)	(21)	(52)	(59)	(110)
	2,625	2,380	5,295	5,071	9,206	98	175	251	410	468
Exceptional items										
Profit on disposal of financial assets	-	-	-	-	-	80	30	82	51	20
Profit on sale of properties	-	-	-	-	-	8	51	10	85	77
Reorganisation costs	-	-	-	-	-	-	-	-	(1)	-
	2,625	2,380	5,295	5,071	9,206	186	256	343	545	565
Consolidation adjustments	(314)	(264)	(538)	(412)	(1,003)	-	-	-	-	-
Total	2,311	2,116	4,757	4,659	8,203	186	256	343	545	565

Statements of Changes in Equity



	Share capital	Capital reserves	Revaluation reserves	Translation reserves	Retained earnings	Attributable to owners of the parent	Non controlling interests	Total
	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m	Rs m
At 1 October 2008	252.0	50.5	4,294.1	63.0	4,272.5	8,932.1	1,241.0	10,173.1
Dividends	-	-	-	-	(126.0)	(126.0)	-	(126.0)
Total comprehensive income for the period	-	-	(1,598.7)	(104.8)	527.0	(1,176.5)	58.1	(1,118.4)
Consolidation adjustments	-	(7.7)	(52.2)	3.4	147.6	91.1	223.2	314.3
At 31 March 2009	252.0	42.8	2,643.2	(38.4)	4,821.1	7,720.7	1,522.3	9,243.0
At 1 October 2009	252.0	41.7	4,433.7	19.6	4,592.9	9,339.9	1,376.2	10,716.1
Dividends	-	-	-	-	(113.4)	(113.4)	(22.7)	(136.1)
Total comprehensive income for the period	-	-	(418.5)	(20.1)	370.1	(68.5)	(42.9)	(111.4)
Consolidation adjustments	-	(3.7)	-	(0.9)	(66.1)	(70.7)	0.9	(69.8)
At 31 March 2010	252.0	38.0	4,015.2	(1.4)	4,783.5	9,087.3	1,311.5	10,398.8

Comments on 2010 Interim Results

Group performance

For the second quarter ended 31 March 2010, the Group profit after tax (PAT) dropped to Rs 186m from Rs 256m for the comparable period of last year.

The global economic slowdown continued to affect the profitability of the Group. The upmarket hotels, overseas logistics operations and Integrated Resort Scheme (IRS) activities were the sectors most affected with profit margins being under pressure. This is due to the slow recovery in the source markets and the strength of the Mauritian rupee against the major trading currencies.

The increase in consumer credit activities and the pick up of revenue flows in the Global Business segment contributed to an improved performance for the Financial Services sector. On the other hand, the continued discounting of room rates in the upmarket segment of the Hotels sector contributed to the subdued performance for the quarter.

The Group received the same amount of dividends of Rs 57m from New Mauritius Hotels Ltd as last year. Additionally, the Group recognized a profit of Rs 80m on the disposal of its investment in Premixed Concrete Ltd for a sum of Rs 150m.

For the semester ended 31 March 2010, the Group PAT decreased from Rs 545m of last year to Rs 343m. Earnings per share decreased from Rs 20.78 to Rs 14.84, and excluding exceptional items the decline was 33% from Rs 16.77 to Rs 11.29.

Dividends

The Board declared an interim dividend of Rs 4.50/share compared to Rs 5.00/share for the corresponding period last year.

Outlook

The trend of improved performance of the Financial Services sector is expected to be maintained for the second semester.

Despite the difficult economic context, the Group has maintained its strategic focus and development plans. Numerous projects are being implemented in the Hotels sector namely the renovation of Heritage Le Telfair Golf & Spa Resort and Veranda Grand Baie Hotel & Spa. The closure of the above hotels for renovation works will adversely affect the results.

With the trading conditions remaining difficult, the performance of the Group for the financial year is expected to remain lower than that of last year.

By order of the Board
Tioumitra Maharajah
Company Secretary
12 May 2010

The abridged financial statements of the Group are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended 30 September 2009, except for the adoption of amendments to published standards and interpretations issued which are now effective.

These financial statements are issued pursuant to Listing Rule 12.20 and the Securities Act 2005.

Copies of the statement of direct and indirect interests of Officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and the financial statements are available free of charge upon request made to the Company Secretary at the registered office of Rogers and Company Limited.

The Board of Directors of Rogers and Company Limited accepts full responsibility for the accuracy of the information contained in these financial statements.