

STATEMENT OF FINANCIAL POSITION

| | Audited | |
|-------------------------------------|----------------|------------------|
| | 30 June 2016 | 31 December 2015 |
| | Rs'000 | Rs'000 |
| ASSETS | | |
| Non current assets | 492,255 | 482,136 |
| Current assets | 411,113 | 577,706 |
| Total Assets | 903,368 | 1,059,842 |
| EQUITY AND LIABILITIES | | |
| Share capital and reserves | | |
| Owners' interest | 702,397 | 716,513 |
| Non-current Liabilities | 23,728 | 26,356 |
| Current liabilities | 177,243 | 316,973 |
| Total Equity and Liabilities | 903,368 | 1,059,842 |
| Net assets per share(Rs) | 31.92 | 32.56 |
| Number of ordinary shares | 22,006,418 | 22,006,418 |

STATEMENT OF PROFIT OR LOSS

| | Three months to 30 June 2016 | Three months to 30 June 2015 | Six months to 30 June 2016 | Six months to 30 June 2015 |
|--------------------------------------------------------------|------------------------------|------------------------------|----------------------------|----------------------------|
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| CONTINUING ACTIVITIES | | | | |
| Revenue | 161,393 | 113,105 | 340,307 | 237,485 |
| Operating loss | (13,933) | (14,538) | (15,581) | (23,420) |
| Other income | 9,870 | 10,453 | 19,871 | 20,535 |
| (Loss)/Profit before finance costs | (4,063) | (4,085) | 4,290 | (2,885) |
| Net finance cost | 1,087 | (616) | 4,802 | (6,857) |
| Share of results of associates | (33,267) | 1,732 | (33,267) | 1,732 |
| (Loss)/Profit before tax | (36,243) | (2,969) | (24,175) | (8,010) |
| Income tax | (1,746) | (474) | (4,166) | 1,331 |
| (Loss)/Profit for the period | (37,989) | (3,443) | (28,341) | (6,679) |
| Attributable to: | | | | |
| Owners of the parent | (37,989) | (3,443) | (28,341) | (6,679) |
| Other comprehensive income for the quarter net of tax | 12,870 | (743) | 14,225 | (724) |
| Total comprehensive income for the quarter. | (25,119) | (4,186) | (14,116) | (7,403) |
| Attributable to: | | | | |
| Owners of the parent | (25,119) | (4,186) | (14,116) | (7,403) |
| Earnings per share | (1.73) | (0.16) | (1.29) | (0.30) |

The Board of Directors of The Mauritius Chemical and Fertilizer Industry Limited accepts full responsibility for the accuracy of the information contained in this quarterly report issued pursuant to Listing Rule 12.20 and Securities Act 2005. Copies of the report and the directors' and senior officers' interests are available free of charge from HM Secretaries Ltd, 18 Edith Cavell Street, Port Louis

STATEMENT OF CHANGES IN EQUITY

| | Attributable to owners of the parent | | | | |
|--------------------------------------------------|--------------------------------------|--------------------|--------------------------------------------|-------------------|-----------------|
| | Share Capital | Actuarial Reserves | Revaluation, Fair Value and Other Reserves | Retained Earnings | Total |
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| Balance at 1 January 2016 | 220,064 | (1,083) | 2,302 | 495,230 | 716,513 |
| Total comprehensive income for the period | - | - | 14,225 | (28,341) | (14,116) |
| Balance at 30 June 2016 | 220,064 | (1,083) | 16,527 | 466,889 | 702,397 |
| Balance at 1 January 2015 | 220,064 | (2,972) | 35,195 | 507,789 | 760,076 |
| Total comprehensive income for the period | - | - | (724) | (6,679) | (7,403) |
| Balance at 30 June 2015 | 220,064 | (2,972) | 34,471 | 501,110 | 752,673 |

STATEMENT OF CASH FLOWS

| | Six months to 30 June 2016 | Six months to 30 June 2015 |
|----------------------------------------------------------|----------------------------|----------------------------|
| | Rs'000 | Rs'000 |
| Net cash generated / (used in) from operating activities | 22,895 | (44,004) |
| Net cash from / (used in) investing activities | 3,809 | 26,061 |
| Net cash used in financing activities | (29,189) | (17,220) |
| Increase in cash and cash equivalents | (2,485) | (35,163) |
| Movement in cash and cash equivalents | | |
| At 1 January | 37,944 | 62,184 |
| Increase | (2,485) | (35,163) |
| Effect of Foreign Exchange difference | 11,027 | (628) |
| At 30 June | 46,486 | 26,393 |

The above financial statements have been prepared using the same accounting policies as for the statutory financial statements for the year ended 31 December 2015, except for the adoption of published standards that are now effective.

Comments

Group turnover for the quarter increased by 43% to reach Rs161M compared to Rs113M for the corresponding quarter in 2015. The Group maintained its sales performance for the quarter both locally and regionally. Our subsidiary in Zambia has performed well due to improvements in its operational efficiency supported by the stabilisation of the local currency.

Results for the six months were negatively impacted by the adverse results from our associate in the construction industry which substantially overshadowed the improvement in the Group's operational results before finance costs. Subsequently MCFI Group posted a loss after tax of Rs28.3M, compared to a loss of Rs6.7M for the corresponding period in 2015.

By order of the Board

HM Secretaries Ltd
Company Secretary
12 August 2016

NOTES TO THE UNAUDITED INTERIM QUARTERLY FINANCIAL STATEMENTS

| SEGMENTAL INFORMATION | Fertilizers | Trading | Contracting | Other | Total |
|--------------------------------------|-----------------|----------------|-----------------|----------------|------------------|
| | Rs'000 | Rs'000 | Rs'000 | Rs'000 | Rs'000 |
| Six months ended 30 June 2016 | | | | | |
| Total segment revenues | 212,622 | 118,693 | 8,992 | - | 340,307 |
| Segment (loss)/profit | (16,374) | 13,035 | (6,154) | (6,088) | (15,581) |
| Other income | - | - | - | 19,871 | 19,871 |
| Finance income/(cost) | 4,805 | 396 | (399) | - | 4,802 |
| Share of profit of associates | - | - | (33,267) | - | (33,267) |
| Profit before tax | (11,569) | 13,431 | (39,820) | 13,783 | (24,175) |
| Income tax | 2,760 | (4,859) | - | (2,067) | (4,166) |
| Loss for the period | (8,809) | 8,572 | (39,820) | 11,716 | (28,341) |
| Total assets | | | | | |
| 30 June 2016 | 367,181 | 123,251 | 36,078 | 376,858 | 903,368 |
| 31 December 2015 | 523,103 | 127,357 | 42,282 | 367,100 | 1,059,842 |
| Six months ended 30 June 2015 | | | | | |
| Total segment revenues | 107,338 | 109,827 | 20,320 | - | 237,485 |
| Segment (loss)/profit | (21,698) | 3,066 | 1,327 | (6,115) | (23,420) |
| Other income | - | - | 162 | 20,373 | 20,535 |
| Finance cost | (1,317) | (5,240) | (300) | - | (6,857) |
| Share of profit of associates | - | - | 1,732 | - | 1,732 |
| Profit before tax | (23,015) | (2,174) | 2,921 | 14,258 | (8,010) |
| Income tax | 3,453 | - | 17 | (2,139) | 1,331 |
| (Loss) / profit for the period | (19,562) | (2,174) | 2,938 | 12,119 | (6,679) |
| Total assets | | | | | |
| 30 June 2015 | 331,696 | 132,933 | 56,976 | 363,394 | 884,999 |
| 31 December 2014 | 565,566 | 113,009 | 32,575 | 382,549 | 1,093,699 |

