

Summary consolidated financial statements

for the year ended 31 March 2014

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The notes to the financial statements may be found on the company's website at www.illovosugar.com



ANTONIO DANIEL MATAVELE

Currently studying Environmental Engineering and Disaster Management (3rd year) at Technical University of Mozambique (UDM)

Continuous Improvement Manager, Maragra Açúcar SA, Mozambique

Illovo career: I started out in February 2002 as a planning clerk and then held various positions including that of a laboratory analyst. In 2012, I was appointed as Maragra's Risk Manager and then moved to my current position.

Career highlights: Being selected as the NOSA Risk Manager of the year, for the Richards Bay region and then last year, being part of the team responsible for winning the Group Enterprise Risk Management Award.

What excites me about my work: I get a real kick out of working with people, influencing and encouraging them to become better and more efficient at what they do.

What about your home life: My family is very important to me; and so is soccer - particularly on a Sunday afternoon!



The directors of Illovo are responsible for overseeing the preparation and the integrity of the summary consolidated financial statements of the group and the objectivity of other information presented in this report.

In order to fulfil this responsibility, the group maintains internal accounting and administrative control systems designed to provide assurance that assets are safeguarded and that transactions are executed and recorded in accordance with the group's policies and procedures.

The summary consolidated financial statements, which have been prepared in terms of the measurement and recognition requirements of International Financial Reporting Standards, the information required by IAS 34 Interim Financial Reporting and the Companies Act, are an extract of the audited consolidated annual financial statements. These consolidated financial statements, which have been prepared under the supervision of Mr M H Abdool-Samad, CA(SA), are electronically available on the group's website at www.illovosugar.com.

The group's independent auditors, Deloitte & Touche, have confirmed that the summary consolidated financial statements are derived from the consolidated annual financial statements and their unmodified report appears on page 116.

The summary consolidated financial statements which were prepared on the going concern basis, including the Directors' Report and the Audit Committee Report, which appear on pages 110 to 127, were approved by the board on 23 May 2014 and are signed on its behalf by:

D G MacLeod
Chairman

G B Dalgleish
Managing Director



Lodgement of returns with the Companies and Intellectual Property Commission

I hereby certify that for the year ended 31 March 2014, the company has lodged with the Companies and Intellectual Property Commission all such returns as are required of a public company in terms of the Companies Act, and that all such returns are true, correct and up-to-date.

J A Kunst
Company Secretary

Mount Edgecombe
23 May 2014

The directors have pleasure in presenting their report which forms part of the summary consolidated financial statements of the group, for the year ended 31 March 2014.

Nature of business

The nature of the business of the company and its subsidiaries is fully described under the Business Overview section of this report.

Review of operations

Detailed commentary on the group's operations is provided under the Business Overview section of this report on page 3.

Share capital

As at 31 March 2014, the authorised share capital of the company was 900 000 000 ordinary shares of 4 cents each and the issued share capital was 460 622 957 ordinary shares of 4 cents each. Further details are set out in note 24 to the annual financial statements which may be accessed on the company's website at www.illovosugar.com.



During the year under review, the issued ordinary share capital of the company increased from 460 447 457 shares to 460 622 957 shares as a result of options being exercised in respect of 175 500 shares in terms of the Illovo Sugar 1992 Share Option Scheme.

Shareholders

An analysis of shareholders and their shareholdings appears on page 129 of this report.

Pursuant to the provisions of section 56(3) of the Companies Act, an analysis of the relevant disclosures by nominee shareholders as at 31 March 2014 revealed three beneficial shareholdings equal to or exceeding 5% of the issued ordinary share capital, details of which appear on page 129.

Illovo Sugar 1992 Share Option Scheme

During the financial year ended 31 March 2006, the Illovo Sugar Phantom Share Scheme (more fully described on page 111) replaced the further granting of share options in terms of the Illovo Sugar 1992 Share Option Scheme (the option scheme). Although closed, the option scheme continues to operate relative to the share options previously granted with the approval of the Remuneration/Nomination Committee. Vesting periods for the share options are one-third after three years, two-thirds after four years, and the full allocation after five years, with the maximum period for the exercising of options being ten years. In terms of the rules of the option scheme, all share options were granted at the closing market price of the shares on the JSE on the trading day immediately preceding the day on which the relevant options were granted.

As approved at the AGM of shareholders held on 17 July 2002, a total of 33 000 000 ordinary shares were reserved and placed under the control of the directors for the purpose of the option scheme. The tables below reflect the options granted to and exercised by the executive directors and senior managers as at 31 March 2014:

	Number of shares
Options granted as at 1 April 2013	27 717 000
Options expired during the year under review	–
Options granted as at 31 March 2014	27 717 000
Options exercised, allotted and issued as at 1 April 2013	27 430 300
Options exercised during the year under review	175 500
Options unexercised as at 31 March 2014	111 200
Options granted as at 31 March 2014	27 717 000

The options granted and unexercised as at 31 March 2014, are as follows:

Number of shares	Expiry date	Option price (cents)
111 200	1 June 2014	770

All these options have fully vested.

Illovo Sugar Phantom Share Scheme

The board approved the adoption of the Illovo Sugar Phantom Share Scheme (PSS) in 2005, and in 2007 introduced certain performance hurdles related to the future earnings of the company.

While the rules of the PSS are modelled on those of the option scheme, the important difference is that options under the PSS are “cash settled” rather than “equity settled”. As a consequence, the PSS is not classified as a share incentive scheme in terms of the JSE Listings Requirements. The vesting periods are the same as those applicable to the option scheme; one-third becoming vested on each of the third, fourth and fifth anniversaries of the relevant grant date, with the maximum period for the exercising of options being ten years. The grant price of an option is determined as being equal to the average of the closing market prices of Illovo shares on the JSE for the 30 trading days immediately preceding the grant date of the relevant option. The cash settlement amount of an option is equal to the difference between the closing market price of Illovo shares on the trading day immediately preceding that on which an option is exercised and the grant price. The participants receive the equivalent net proceeds as under the option scheme, but without incurring broking fees.

The advantages of the PSS include: there being no necessity to issue new shares when options are exercised, ie no share dilution; ease of administration; and tax effectiveness of the expense in the hands of the company, expensing of conventional options not being tax deductible.

The Remuneration/Nomination Committee approves the granting of all share options in terms of the PSS. Phantom options granted to and exercised by executive directors and senior managers as at 31 March 2014 are as follows:

	Number of shares
Options granted as at 1 April 2013	11 811 000
New options granted during the year under review	1 543 000
Options forfeited during the year under review	(1 360 375)
Options granted as at 31 March 2014	11 993 625
Options exercised as at 1 April 2013	2 473 450
Options exercised during the year under review	309 100
Options unexercised as at 31 March 2014	9 211 075
Options granted as at 31 March 2014	11 993 625

The options granted and unexercised as at 31 March 2014 are as follows:

Number of shares	Expiry date	Option price (cents)
241 800	12 July 2015	829
250 600	29 October 2016	1 634
608 700	23 July 2017	2 364
1 128 375	9 July 2018	2 867
1 673 000	13 July 2019	2 808
1 183 000	20 July 2020	2 856
1 207 500	26 May 2021	2 702
1 554 100	22 May 2022	2 573
1 364 000	21 May 2023	3 445
9 211 075		

Details of options granted to executive directors, any options exercised during the year, and options unexpired and unexercised as at 31 March 2014, are provided in the Remuneration Report on page 103.

Forfeitable Share Plan

As indicated in the Remuneration Report, the company intends to implement a forfeitable share plan (FSP), as an additional long-term incentive plan for directors and selected key executive senior employees, to provide an adequate incentive mechanism to enable the company to attract and retain executives and other key management whose skills are necessary for the company to fulfil its long-term goals. Details of the FSP are set out in the Notice of Annual General Meeting and Appendix 1 thereto at pages 134 and 135 of this report.

The FSP is not a share option scheme contemplated in Schedule 14 of the JSE Listings Requirements and shareholder approval thereof is accordingly not required. Shares allocated under the FSP are to be purchased on the market and paid for by the company. As the FSP does not involve the issue of new shares, it does not have the dilutionary effect of conventional share option schemes.

The FSP provides for the award of shares to executive directors and a limited number of senior key employees. These shares participate in dividends and shareholder rights from grant date, but in order to achieve an alignment of the interests of management and shareholders, performance conditions in the form of continuing employment and financial hurdle achievements must be met, failing which the allocated shares are forfeited.

The total number of shares which may be allocated under the plan will not exceed 1% (one percent) of the issued ordinary shares, which currently equates to 4 600 000 shares. The maximum number of shares that may be issued to any one person in terms of the FSP is 0.1% of the issued ordinary shares, which equates to 460 000 shares.

The conditions of the FSP will continue to be reviewed in line with best practice.

Illovo Sugar Employees' Share Purchase Scheme

The Illovo Sugar Employees' Share Purchase Scheme (ESPS) was established in 1996 to enable employees to share directly in the profitability and growth of the company, by assisting them to acquire shares in the company. Any contribution made by an employee for the purchase of shares is enhanced by a 10% company contribution, and the company pays for any trading costs. Employees may acquire up to 5 000 shares in aggregate and 1 000 shares in a continuous 12-month period, by means of regular monthly contributions (deducted from their salaries) or a lump-sum payment. The ESPS is administered by a trust, the trustees of which are appointed by the board. A similar purchase scheme is operated in Malawi in respect of shares in Illovo Sugar (Malawi) Limited.

During the year under review, the trustees of the ESPS undertook net purchases of 39 684 shares in the company, thereby increasing the total number of shares held to 236 209. Of these shares, which are all registered in the name of the trust, 236 208 are held on behalf of 590 participants. All such shares have been fully paid for by the participants.

Capital distributions

An interim capital distribution (number 44) of 37.0 cents per share was declared on 13 November 2013 and a final capital distribution (number 45) of 60.0 cents per share was declared on 26 May 2014 (both by way of a reduction of contributed tax capital), making the total distribution for the year, 97.0 cents per share.

In respect of the final capital distribution, pursuant to the requirements of section 46 of the Companies Act, after due consideration the board concluded that the company would satisfy the relevant solvency and liquidity test immediately after completing the proposed distribution.

The interim capital distribution was paid on 13 January 2014 and the final capital distribution will be paid on 7 July 2014.

Subsidiary companies

The names and financial information concerning the subsidiaries of the company are set out in the notes to the financial statements which may be accessed on our website at www.illovosugar.com.

Directorate and Company Secretary

The names of the directors and the Company Secretary in office at the date of this report are reflected on pages 31 to 33 of this report. The details of the company's business and postal addresses are set out on the inside of the back cover.

During the year under review, Mr G J Clark resigned as Managing Director and Mr G B Dalgleish (formerly Operations Director) was appointed Managing Director in his stead with effect from 1 September 2013. With effect from the same date, Mr J P Hulley was appointed as Operations Director in place of Mr Dalgleish. Mr R N Pike resigned with effect from 31 August 2013 and was replaced by Mr G M Rhodes with effect from 1 September 2013.

As indicated in the Corporate Governance Report, evaluations were carried out in respect of those independent non-executive directors who had served as such for more than nine years (ie, Dr D Konar and Prof P M Madi), and both were found to be independent, taking into account all relevant factors, including that there were no relationships or circumstances likely to affect, or appearing to affect, the relevant director's judgement. In addition, written confirmation was obtained from each of the independent non-executive directors that he/she continues to meet the requirements for independence contemplated in paragraph 67 of Chapter 2 of King III.

In terms of the company's Memorandum of Incorporation, Dr M I Carr and Messrs A R Mpungwe and T S Munday retire by rotation at the forthcoming annual general meeting. All these directors are eligible and offer themselves for re-election. The Remuneration/Nomination Committee, having conducted an assessment of and being satisfied with the performance of each of the retiring directors, and the board having accepted the recommendation of this committee, recommends the re-election of these directors to shareholders.

The beneficial interests of the directors holding office at the end of the year under review in the issued ordinary share capital of the company as at 31 March 2014 were as follows:

	2014		2013	
	Direct	Indirect	Direct	Indirect
Hankinson M J	3 925	3 925	3 925	3 925
MacLeod D G	450 000		450 000	
Total	453 925	3 925	453 925	3 925
Total	457 850		457 850	

No non-beneficial interests were held by any of the directors.

There have been no changes in the above interests since the end of the year under review.

The register of interests of directors in the shares of the company is available for inspection at the registered office.

Directors' remuneration

At the forthcoming annual general meeting:

- as contemplated by King III, shareholders will be requested to pass a non-binding advisory vote, approving the company's remuneration policy; and
- pursuant to the requirements of section 66(9) of the Companies Act, shareholders will be requested to pass a special resolution to approve the following annual fees payable to the non-executive directors with effect from 1 April 2014, plus an additional fee of R28 000 per day for any additional services undertaken at the request of the company (eg a site visit or a non-routine meeting):

	Rand per annum	
	Current	Proposed
Board		
Chairman*	2 200 000	2 200 000
Other members	236 500	270 000
Audit Committee		
Chairman	236 500	255 000
Other members	118 500	127 500
Remuneration/Nomination Committee		
Chairman†	161 500	180 000
Other members	91 500	120 000
Risk Management Committee		
Chairman	118 500	129 750
Other members	80 500	86 500
Social and Ethics Committee		
Chairman	118 500	129 750
Other members	80 500	86 500

* The fee paid to Mr D G MacLeod as Chairman of the board is inclusive of all other committee membership fees and is payable monthly in arrears. All other fees are paid quarterly in arrears.

† This fee is not paid to Mr D G MacLeod as Chairman of the Nomination Committee, due to the inclusive nature of his fee as Chairman of the board.

Given the generally high level of attendance at meetings, the board does not consider it appropriate for non-executive directors' fees to comprise a meeting attendance fee as well as a base fee.

Having taken appropriate advice, the directors are of the view that section 66(9) of the Companies Act does not apply to the remuneration paid to the executive directors as employees of the company.

This report incorporates the requirements of the statutory responsibilities of audit committees, as contemplated in section 94 of the Companies Act.

Composition of the committee

In accordance with its Terms of Reference, the company's Audit Committee comprises at least three non-executive, independent directors with the financial expertise required to properly advise the committee in the execution of its duties.

The members of the committee for the year ended 31 March 2014 were Dr D Konar, Messrs M J Hankinson and T S Munday, and Mrs C W N Molope. The committee Chairman is Dr D Konar who attends the annual general meeting in his capacity as such.

Although they are not members of the committee, the Chairman of the board, Mr D G MacLeod, and a non-executive director nominated by Illovo's holding company (Mr R N Pike until 31 August 2013 when he resigned and thereafter Mr G M Rhodes), as well as appropriate members of Executive Committee, senior management and the independent external and internal auditors attend the meetings of the committee.

The independent and internal auditors have unrestricted access to the committee and its Chairman.

Annual evaluation

In accordance with the provisions of King III, a detailed annual evaluation of the Audit Committee was carried out in March 2014 which concluded that the committee is carrying out its duties and responsibilities in the most effective and professional manner, and that the Chairman of the committee brings sound knowledge and experience to the committee, which is invaluable to management.

Election of committee members at AGM

Pursuant to the provisions of section 94(2) of the Companies Act, which requires that a public company must elect an audit committee at each annual general meeting, it is proposed in the notice of annual general meeting to be held on 16 July 2014 that Dr D Konar, Mrs C W N Molope and Messrs M J Hankinson and T S Munday be re-appointed as members of the Audit Committee until the next annual general meeting in 2015.

Meetings

In the past year, three meetings of the committee were held, attendance at which is reflected in a table on page 90 of this report.

Terms of Reference and functions

The committee operates in terms of formal Terms of Reference approved by the board, which were reviewed and amended during the year.

The main objectives of the committee, as incorporated in its Terms of Reference, include:

- promoting the overall effectiveness of corporate governance within the Illovo group;
- acting as an effective means of communication between the board, and the independent external auditors and the internal auditors;
- satisfying the board that adequate internal financial controls are in place, and that material financial risks have been identified and are being effectively managed and monitored; and
- assessing the impact of the general control environment on the statutory audit, and reporting to management any areas of perceived control weaknesses.

During the year under review, the committee satisfied its responsibilities in compliance with its Terms of Reference, including the following:

- reviewing and approving of the scope of the independent external and internal audits;
- reviewing the level of effectiveness of both the independent external and internal auditors;
- reviewing the internal audit charter, and in conjunction with executive management, assessing the competence of the group internal audit manager, and approval of the performance of the internal audit function;
- recommending the appointment of the independent external auditors to the board for approval by the shareholders, and approving their remuneration;
- establishing a policy in respect of and approving the extent of non-audit services undertaken by the independent external auditors;
- reviewing reports from both the independent external and internal auditors, including management's responses thereto;
- assessing the effectiveness of internal policies and procedures;
- ensuring that all material financial risks are identified, assessed, monitored and managed;
- monitoring that there are no material breakdowns in internal controls;
- considering the company's accounting policies and reviewing their compliance with International Financial Reporting Standards and other relevant regulatory requirements;
- reviewing and recording going concern assumptions;
- reviewing the company's interim reports, results announcements, and annual reports;
- monitoring that management suitably addresses information technology risks and information security;
- monitoring compliance with the JSE's Listings Requirements; and
- receiving and dealing with any complaints relating to accounting practices, independent external and internal audits, and the content or auditing of financial statements or any related matter.

Statutory duties

In the execution of its statutory duties during the past financial year, the Audit Committee:

- confirmed the appointment of both Deloitte & Touche as the independent external auditors and Mr G Tweedy as the registered auditor responsible for the audit;
- satisfied itself that the independent external auditors were independent of the company;
- agreed the terms of engagement of and determined the fees payable to the independent external auditors;
- ensured that the appointment of the independent external auditors and the registered auditor complied with the provisions of the Companies Act;

- pre-approved the non-audit services provided by the independent external auditors, in terms of a policy in this regard previously adopted by the committee;
- noted that it had not received any complaints, either from within or outside the company, relating either to the accounting practices, the independent external and internal audits of the company, or to the content or auditing of its financial statements or any related matter; and
- performed its other functions as determined by the board in terms of its Terms of Reference.

Regulatory requirements

Pursuant to the provisions of the JSE's Listings Requirements, the Audit Committee:

- confirmed the adoption of a policy with regard to non-audit services provided by the independent external auditors;
- satisfied itself of the appropriateness of the expertise and experience of the financial director, Mr M H Abdool-Samad; and
- satisfied itself that the appointed independent external auditors and registered auditor were duly accredited as such on the JSE's list of auditors.

Legal, regulatory and corporate governance requirements

Pursuant to King III, and based on specific procedures performed by the independent external auditors, the committee satisfied itself with the expertise, resources and experience of the company's finance function. The Audit Committee also satisfied itself with the effectiveness of the group's internal control function.

The committee reviewed legal matters that could have a material impact on the group and considered reports provided by management, legal advisors, internal audit and the independent external auditors regarding compliance with legal and regulatory requirements.

Appointment of independent external auditors

In accordance with section 90(1) read with section 61(8) of the Companies Act, which requires that shareholders approve the appointment of the independent external auditors on an annual basis, the committee has recommended to the board, which in turn has recommended to the shareholders that Deloitte & Touche be appointed as the company's independent registered external auditors for the year ending 31 March 2015 at the forthcoming annual general meeting.

Annual financial statements



Having reviewed the audited annual financial statements of the group, which are electronically available on the group's website at www.illovosugar.com, particularly to ensure that disclosure was adequate and that fair presentation had been achieved, the committee has recommended the approval of the annual financial statements to the board.

Financial assistance to related or inter-related companies or other legal entities

At the forthcoming annual general meeting, shareholders will be requested to pass a special resolution pursuant to section 44 of the Companies Act, authorising the directors of the company, as a general approval, to cause the company to provide "financial assistance" to fund the purchase of the company's shares, for and on behalf of any person approved by the board to receive shares in terms of the company's Forfeitable Share Plan (salient details of which are set out in Appendix 1 to the notice of AGM contained in this report), subject always to compliance with the requirements of the Companies Act, the JSE Listings Requirements and any other applicable laws from time to time.

In addition, shareholders will be requested to pass a special resolution in terms of section 45 of the Companies Act, authorising the directors, by way of a general authority, to allow the company to provide direct or indirect financial assistance to any company or other legal entity which is related or inter-related to the company, subject to the relevant provisions of section 45.

Holding company

ABF Overseas Limited is the holding company of Illovo Sugar Limited with a 51.4% interest in its issued share capital. ABF Overseas Limited is a wholly-owned subsidiary of Associated British Foods plc which is therefore the ultimate holding company of Illovo Sugar Limited. Associated British Foods plc is listed on the London Stock Exchange.

Special resolutions passed by subsidiary companies

During the year under review, Zambia Sugar Plc passed special resolutions in terms of which its authorised share capital, comprising 7 000 000 000 ordinary shares of ZMW0.0005 par value each, were consolidated and subdivided on a 20-for-1 basis into 350 000 000 authorised ordinary shares of ZMW0.01 par value; and its issued and fully paid up ordinary shares of ZMW0.0005 par value each (as at the consolidation date) were consolidated and subdivided on a 20-for-1 basis into issued and fully paid up ordinary shares of ZMW0.01 par value each.

No other material or special resolutions contemplated by paragraph 8.63(i) of the JSE Listings Requirements were passed by any of the company's subsidiaries during the year.

Subsequent events

There have been no material changes in the affairs or financial position of the company and its subsidiaries since the end of the period under review.

On behalf of the Audit Committee

Dr D Konar

Audit Committee Chairman

May 2014

Independent auditor's report on summary consolidated financial statements to the shareholders of Illovo Sugar Limited

The accompanying summary consolidated financial statements of Illovo Sugar Limited, which comprise the summary consolidated statement of financial position as at 31 March 2014, the summary consolidated statements of comprehensive income, summary consolidated changes in equity and summary consolidated cash flows for the year then ended, and related notes, are derived from the audited consolidated financial statements of Illovo Sugar Limited for the year ended 31 March 2014. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated 23 May 2014. Our auditor's report on the audited consolidated financial statements contained an Other Matter paragraph "Other reports required by the Companies Act" (included below).

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards and the requirements of the Companies Act of South Africa as applicable to annual financial statements. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of Illovo Sugar Limited.

Director's responsibility for the summary consolidated financial statements

The directors are responsible for the preparation of the summary consolidated financial statements in accordance with the framework concepts, and the measurement and recognition requirements of International Financial Reporting Standards, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by Financial Reporting Standards Council, the information as required by IAS 34 Interim Financial Reporting, and the requirements of the Companies Act of South Africa, set out in note 1 to the summary consolidated financial statements, and for such internal control as the directors determine is necessary to enable the preparation of the summary consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the summary consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, Engagements to Report on Summary Financial Statements.

Opinion

In our opinion, the summary financial statements derived from the audited consolidated financial statements of Illovo Sugar Limited for the year ended 31 March 2014 are consistent, in all material respects, with those consolidated financial statements, in accordance with the conceptual framework and the measurement and recognition requirements of International Financial Reporting Standards (IFRS), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by Financial Reporting Standards Council, the information required by IAS 34 Interim Financial Reporting, and the requirements of the Companies Act of South Africa as applicable to summary financial statements.

Other reports required by the Companies Act

The "Other reports required by the Companies Act" paragraph in our audit report dated 23 May 2014 states that as part of our audit of the consolidated financial statements for the year ended 31 March 2014, we have read the Directors' Report, the Audit Committee's Report and the Company Secretary's Certificate for the purpose of identifying whether there are material inconsistencies between these reports and the audited consolidated financial statements. These reports are the responsibility of the respective preparers. The paragraph states that, based on reading these reports, we have not identified material inconsistencies between these reports and the audited consolidated financial statements. The paragraph furthermore states that we have not audited these reports and accordingly do not express an opinion on these reports. The paragraph does not have an effect on the summary consolidated financial statements or our opinion thereon.

Deloitte & Touche

Registered Auditors

Per GC Tweedy

Partner

23 May 2014

Durban

National executive: LL Bam (*Chief executive*), AE Swiegers (*Chief operating officer*), GM Pinnock (*Audit*), DL Kennedy (*Risk advisory and legal services*), NB Kader (*Tax*), TP Pillay (*Consulting*), K Black (*Client and industries*), JK Mazzacco (*Talent and transformation*), CR Beukman (*Finance*), M Jordan (*Strategy*), S Gwala (*Special projects*), TJ Brown (*Chairman of the board*), MJ Comber (*Deputy chairman of the board*).

Regional leader: GC Brazier

A full list of partners and directors is available on request.

B-BBEE rating: Level 2 contributor in terms of the Chartered Accountancy Profession Sector Code

Member of Deloitte Touche Tohmatsu Limited

	Notes	Audited March 2014 Rm	Restated Audited March 2013 Rm
Revenue		13 190.1	10 980.7
Cost of sales		8 108.7	6 464.4
Gross profit		5 081.4	4 516.3
Distribution expenses		1 141.1	843.6
Administrative expenses		1 277.1	1 257.7
Other operating expenses		776.3	528.0
Operating profit		1 886.9	1 887.0
Dividend income		5.1	2.3
Net financing costs	2	336.4	295.4
Interest paid		332.7	300.3
Interest received		(8.3)	(17.6)
Foreign exchange losses		12.0	12.7
Profit before taxation and non-trading items		1 555.6	1 593.9
Share of profit from joint ventures		12.9	5.0
Share of profit from associates		12.3	0.7
Material items	3	24.5	4.6
Profit before taxation		1 605.3	1 604.2
Taxation		486.8	505.7
Profit for the year		1 118.5	1 098.5
Attributable to:			
Shareholders of Illovo Sugar Limited		916.3	859.9
Non-controlling interest		202.2	238.6
		1 118.5	1 098.5
STATEMENT OF OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently to profit or loss			
Movement in defined benefit pension plans		(11.1)	0.6
Tax effect of movement in defined benefit pension plans		0.8	(3.1)
Actuarial gains/(losses) on post-retirement obligations		13.7	(17.9)
Tax effect of actuarial (gains)/losses on post-retirement obligations		(3.8)	5.0
Items that may be reclassified subsequently to profit or loss			
Adjustments in respect of cash flow hedges		(51.4)	0.8
Tax effect of cash flow hedges		3.2	1.3
Hedge of net investment in foreign subsidiaries		(231.3)	(64.8)
Tax effect of hedge of net investment in foreign subsidiaries		1.2	14.5
Foreign currency translation differences		209.7	(231.2)
Total comprehensive income for the year		1 049.5	803.7
Attributable to:			
Shareholders of Illovo Sugar Limited		821.8	638.3
Non-controlling interest		227.7	165.4
		1 049.5	803.7
Earnings per share (cents)*			
Basic		199.0	186.9
Diluted		198.9	186.8

* See note 4 for headline earnings per share.

	Audited March 2014 Rm	Restated Audited March 2013 Rm	Restated Audited March 2012 Rm
Non-current assets	8 895.0	7 995.1	6 952.9
Property, plant and equipment	6 783.3	6 209.5	5 312.5
Cane roots	1 531.0	1 260.0	1 216.3
Intangible assets	288.0	266.1	218.1
Investment in joint ventures	0.7	30.6	27.9
Investment in associates	67.6	43.1	41.9
Investments	22.5	17.3	11.8
Loans	157.8	111.1	92.7
Deferred taxation asset	44.1	57.4	31.7
Current assets	4 924.8	4 546.6	4 449.2
Inventories	998.9	909.0	585.5
Growing cane	1 662.5	1 520.4	1 346.7
Trade and other receivables	1 309.2	1 337.5	858.0
Factory overhaul costs	338.6	309.3	263.3
Derivative financial instruments	18.5	16.9	14.0
Cash and cash equivalents	597.1	453.5	1 381.7
Total assets	13 819.8	12 541.7	11 402.1
EQUITY AND LIABILITIES			
Equity attributable to shareholders of Illovo Sugar Limited	6 340.3	5 968.5	5 562.6
Share capital and premium	1 609.9	2 055.4	2 489.8
Share-based payment reserve	13.1	13.1	13.1
Non-distributable reserves	5.8	42.3	155.8
Distribution reserve	276.4	280.9	197.8
Retained earnings	4 435.1	3 576.8	2 706.1
Non-controlling interest	1 128.3	1 006.2	902.7
Total equity	7 468.6	6 974.7	6 465.3
Non-current liabilities	3 320.8	2 410.6	2 741.2
Long-term borrowings	1 824.8	1 164.0	1 545.4
Deferred taxation liability	1 189.9	930.1	853.5
Deferred income	111.7	121.7	130.7
Provisions	194.4	194.8	211.6
Current liabilities	3 030.4	3 156.4	2 195.6
Short-term borrowings	447.9	967.3	383.5
Trade and other payables	1 933.5	1 807.3	1 448.4
Bank overdraft	410.3	195.1	184.9
Taxation	126.8	129.1	138.4
Provisions	50.4	47.3	34.0
Derivative financial instruments	61.5	10.3	6.4
Total liabilities	6 351.2	5 567.0	4 936.8
Total equity and liabilities	13 819.8	12 541.7	11 402.1

Statement of cash flows for the year ended 31 March 2014

	Audited March 2014 Rm	Restated Audited March 2013 Rm
Cash flows from operating activities		
Operating profit before working capital movements	1 922.4	1 551.9
Working capital movements	105.2	(516.5)
Cash generated from operations	2 027.6	1 035.4
Net financing costs	(336.4)	(295.4)
Taxation paid	(298.6)	(193.5)
Dividend income	5.1	2.3
Distributions/dividends paid	(556.9)	(458.0)
Net cash inflows from operating activities	840.8	90.8
Cash flows from investing activities		
Replacement of property, plant and equipment	(342.6)	(291.0)
Expansion capital expenditure	(366.2)	(640.8)
Net expansion of area under cane	(7.9)	(28.4)
Capitalisation of product registrations	(5.3)	(10.5)
Proceeds on disposal of plant and equipment	6.9	5.1
Proceeds on disposal of property	1.8	1.7
Funding from non-controlling interest	–	41.7
Acquisition of business	15.6	–
Proceeds on disposal of shareholding in joint ventures	9.5	–
Net movement on investments and loans	(17.1)	2.5
Net cash outflows from investing activities	(705.3)	(919.7)
Net cash inflows/(outflows) before financing activities	135.5	(828.9)
Cash flows from financing activities		
Long-term borrowings repaid	(175.3)	(245.7)
Short-term borrowings raised	226.9	215.6
Issue of share capital net of associated costs	1.3	3.1
Net cash inflows/(outflows) from financing activities	52.9	(27.0)
Net increase/(decrease) in cash and cash equivalents	188.4	(855.9)
Cash and cash equivalents at beginning of year	453.5	1 381.6
Exchange rate translation	(44.8)	(72.2)
Cash and cash equivalents at end of year	597.1	453.5

	Share capital and premium Rm	Share-based payments reserve Rm	Translation reserve Rm	Other non-distributable reserves Rm	Distribution reserve Rm	Retained earnings Rm	Attributable to the shareholders of Illovo Sugar Limited Rm	Non-controlling interest Rm	Total Rm
Balance at 31 March 2012	2 489.8	13.1	–	155.8	197.8	2 706.1	5 562.6	902.7	6 465.3
Total comprehensive income for the year	–	–	(211.7)	(0.3)	–	850.3	638.3	165.4	803.7
Profit for the year						859.9	859.9	238.6	1 098.5
Actuarial losses on post-retirement obligations						(12.9)	(12.9)		(12.9)
Movements in defined benefit pension plans						3.3	3.3	(5.8)	(2.5)
Cash flow hedges				(0.3)			(0.3)	2.4	2.1
Hedge of net investment in foreign subsidiaries			(44.3)				(44.3)	(6.0)	(50.3)
Foreign currency translation			(167.4)				(167.4)	(63.8)	(231.2)
Issue of share capital	3.1						3.1		3.1
Change in non-controlling shareholding							–	41.7	41.7
Realised profit on disposal of property transferred to retained earnings				(82.0)		82.0	–		–
Distributions/dividends paid					(354.4)		(354.4)	(103.6)	(458.0)
Transfer to distribution reserve	(437.5)				437.5		–		–
Transfer of debit foreign currency translation reserve to retained earnings			211.7			(211.7)	–		–
Release of non-controlling shareholders' transactions to retained earnings				(31.2)		31.2	–		–
Gain on redemption of preference shares						118.9	118.9		118.9
Balance at 31 March 2013	2 055.4	13.1	–	42.3	280.9	3 576.8	5 968.5	1 006.2	6 974.7
Total comprehensive income for the year	–	–	(64.9)	(36.5)	–	923.2	821.8	227.7	1 049.5
Profit for the year						916.3	916.3	202.2	1 118.5
Actuarial losses on post-retirement obligations						9.9	9.9	–	9.9
Movements in defined benefit pension plans						(3.0)	(3.0)	(7.3)	(10.3)
Cash flow hedges				(36.5)			(36.5)	(11.7)	(48.2)
Hedge of net investment in foreign subsidiaries			(229.9)				(229.9)	(0.2)	(230.1)
Foreign currency translation			165.0				165.0	44.7	209.7
Issue of share capital	1.3						1.3		1.3
Distributions/dividends paid					(451.3)		(451.3)	(105.6)	(556.9)
Transfer to distribution reserve	(446.8)				446.8		–		–
Transfer of debit foreign currency translation reserve to retained earnings			64.9			(64.9)	–		–
Balance at 31 March 2014	1 609.9	13.1	–	5.8	276.4	4 435.1	6 340.3	1 128.3	7 468.6

1. BASIS OF PREPARATION

The summary consolidated financial statements are prepared in accordance with the requirements of the JSE Limited Listings Requirements for summary reports and the requirements of the Companies Act applicable to summary financial statements. The Listings Requirements are for the summary consolidated financial statements to be prepared in accordance with the conceptual framework and the measurement and recognition requirements of International Financial Reporting Standards (IFRS), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by the Financial Reporting Standards Council and also, as a minimum, to contain the information required by IAS 34 Interim Financial Reporting. The accounting policies applied in the preparation of the consolidated financial statements from which the summary financial statements were derived are in terms of International Financial Reporting Standards and are consistent with those accounting policies applied in the preparation of the previous consolidated annual financial statements, with the exception of the adoption of IFRS 11 Joint Arrangements, IFRS 13 Fair Value Measurement, the amendments relating to IAS 19 (revised) Employee Benefits and IAS 1 Presentation of Financial Statements. The adoption of the revised IFRS 10 Consolidated Financial Statements and IFRS 12 Disclosure of Interest in Other Entities has had no impact on the consolidated financial statements.

	Audited 2014 Rm	Restated Audited 2013 Rm
2. NET FINANCING COSTS		
Interest paid	353.5	322.0
Less: capitalised to property, plant and equipment	(20.8)	(21.7)
	332.7	300.3
Interest received	(8.3)	(17.6)
Foreign exchange losses	12.0	12.7
	336.4	295.4
3. MATERIAL ITEMS		
Profit on disposal of property	1.3	1.5
Profit on disposal of previously impaired assets	0.1	3.1
Disposal and deregistration of businesses	1.8	–
Gain on bargain purchase	2.2	–
Proceeds received from insurance claim	19.1	–
Material profit before taxation	24.5	4.6
Taxation	(1.4)	–
Non-controlling interest	(0.4)	–
Material profit attributable to shareholders of Illovo Sugar Limited	22.7	4.6

		Gross Rm	Net Rm
4. DETERMINATION OF HEADLINE EARNINGS			
2014			
Profit attributable to shareholders of Illovo Sugar Limited			916.3
Adjusted for:			
Profit on disposal of property		(1.3)	(0.8)
Profit on disposal of previously impaired assets		(0.1)	(0.1)
Disposal and deregistration of businesses		(1.8)	(1.3)
Gain on bargain purchase		(2.2)	(2.2)
Proceeds received from insurance claim		(19.1)	(18.3)
Headline earnings			893.6
2013 (Restated)			
Profit attributable to shareholders of Illovo Sugar Limited			859.9
Adjusted for:			
Profit on disposal of property		(1.5)	(0.9)
Profit on disposal of previously impaired assets		(3.1)	(3.1)
Headline earnings			855.9
		2014	Restated 2013
Number of shares in issue	(millions)	460.6	460.4
Weighted average number of shares on which headline earnings per share are based	(millions)	460.5	460.2
Headline earnings per share	(cents)	194.0	186.0
		Audited 2014 Rm	Restated Audited 2013 Rm
5. DISTRIBUTIONS PAID			
Distribution number 41 of 43.0 cents per share (final 2012)	– paid 9 July 2012		197.9
Distribution number 42 of 34.0 cents per share (interim 2013)	– paid 7 January 2013		156.5
Distribution number 43 of 61.0 cents per share (final 2013)	– paid 8 July 2013	280.9	
Distribution number 44 of 37.0 cents per share (interim 2014)	– paid 13 January 2014	170.4	
		451.3	354.4
In respect of the year under review, the directors declared a final capital distribution of 60.0 cents per share which will be paid to shareholders on 7 July 2014. The distribution will be regarded as a return of capital and shareholders will be liable for any potential capital gains tax consequences. No liability has been raised for this distribution in these financial statements.			
		Audited 2014 Rm	Restated Audited 2013 Rm
6. OTHER SALIENT FEATURES			
Capital commitments		1 042.2	1 013.6
– Contracted		255.1	152.7
– Approved but not contracted		787.1	860.9
Contingent liabilities		116.5	119.9

7. SEGMENTAL ANALYSIS

The following is an analysis of the group's revenue and results by reportable segment.

	Revenue Rm	Operating profit Rm	Capital expenditure Rm	
Business segments				
Year to 31 March 2014				
Sugar production	9 355.7	1 320.3	480.8	
Cane growing	2 856.2	388.8	161.8	
Downstream and co-generation	978.2	177.8	79.4	
	13 190.1	1 886.9	722.0	
Year to 31 March 2013 (Restated)				
Sugar production	7 610.8	1 035.0	496.6	
Cane growing	2 565.5	760.5	289.3	
Downstream and co-generation	804.4	91.5	184.8	
	10 980.7	1 887.0	970.7	
	Revenue Rm	Operating profit Rm	Total assets Rm	Capital expenditure Rm
Geographical segments				
Year to 31 March 2014				
Malawi	2 341.5	762.0	2 052.8	190.9
Zambia	3 265.9	558.1	3 793.4	101.1
South Africa	4 504.1	265.8	2 658.7	217.3
Swaziland	1 601.1	257.5	2 046.0	36.0
Mozambique	552.8	32.5	918.9	31.4
Tanzania	924.7	11.0	1 690.3	145.3
	13 190.1	1 886.9	13 160.1	722.0
Year to 31 March 2013 (Restated)				
Malawi	1 829.8	899.3	1 560.1	172.4
Zambia	2 519.8	478.8	3 777.5	153.8
South Africa	4 081.3	150.3	2 422.7	227.9
Swaziland	1 314.9	155.8	2 068.5	84.6
Mozambique	536.4	109.1	809.1	47.1
Tanzania	698.5	93.7	1 376.0	284.9
	10 980.7	1 887.0	12 013.9	970.7

Note: Total assets exclude cash and cash equivalents, deferred tax and derivative financial instruments.

8. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The group has restated certain transactions and balances presented in the financial statements to reflect the effect of new and revised International Financial Reporting Standards.

IFRS 11 Joint Arrangements

As a result of the adoption of IFRS 11, the group has changed its accounting policy with respect to its interest in joint arrangements. IFRS 11 requires equity accounting for joint ventures and eliminates the proportionate consolidation method of accounting.

Previously the group proportionately consolidated all joint ventures by including its share of the assets, liabilities, income and expenses of jointly controlled entities on a line-by-line basis.

Under the equity method, the investments in joint ventures are initially recognised at cost and the carrying amounts are increased or decreased to recognise the group's share of profit or loss and movements in other comprehensive income of joint ventures after the date of acquisition. The group's share of the profit or loss of joint ventures is recognised as a single line item in profit or loss under the equity method.

The change from proportionate consolidation to equity accounting resulted in a change in individual asset, liability, income, expense and cash flow items with no material impact on equity or profit attributable to equity holders.

IAS 19 (Revised) Employee Benefits

IAS 19 (Revised) impacted the measurement of the various components representing movements in the defined benefit pension obligation and associated disclosures. As the group has always recognised actuarial gains and losses immediately outside profit and loss, the group's total obligation was unchanged.

The impact of the application of the above revised standards on the group's financial results and financial position is disclosed below.

		For the year ended 31 March 2013			
	Notes	Previously reported Rm	Restatement effect of IFRS 11 Rm	Restatement effect of IAS 19 Rm	Restated Rm
SUMMARY CONSOLIDATED INCOME STATEMENT					
Revenue		11 128.9	(148.2)	–	10 980.7
Cost of sales		6 603.5	(139.1)	–	6 464.4
Gross profit		4 525.4	(9.1)	–	4 516.3
Distribution expenses		844.6	(1.0)	–	843.6
Administrative expenses		1 268.4	(10.7)	–	1 257.7
Other operating expenses		511.4	10.0	6.6	528.0
Operating profit		1 901.0	(7.4)	(6.6)	1 887.0
Dividend income		2.3	–	–	2.3
Net financing costs/(income)	2	279.6	(0.7)	16.5	295.4
Interest paid		303.1	–	(2.8)	300.3
Interest received		(36.2)	(0.7)	19.3	(17.6)
Foreign exchange losses		12.7	–	–	12.7
Profit before taxation and non-trading items		1 623.7	(6.7)	(23.1)	1 593.9
Share of profit from joint ventures		–	5.0	–	5.0
Share of profit from associates		0.7	–	–	0.7
Material items	3	4.6	–	–	4.6
Profit before taxation		1 629.0	(1.7)	(23.1)	1 604.2
Taxation		513.9	(1.7)	(6.5)	505.7
Profit for the year		1 115.1	–	(16.6)	1 098.5
Attributable to:					
Shareholders of Illovo Sugar Limited		876.5	–	(16.6)	859.9
Non-controlling interest		238.6	–	–	238.6
		1 115.1	–	(16.6)	1 098.5

8. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES continued

For the year ended 31 March 2013

STATEMENT OF OTHER COMPREHENSIVE INCOME	Previously reported Rm	Restatement effect of IFRS 11 Rm	Restatement effect of IAS 19 Rm	Restated Rm
Items that will not be reclassified subsequently to profit or loss				
Movement in defined benefit pension plans	(22.5)	–	23.1	0.6
Tax effect of movement in defined benefit pension plans	3.4	–	(6.5)	(3.1)
Actuarial losses on post-retirement obligations	(17.9)	–	–	(17.9)
Tax effect of actuarial losses on post-retirement obligations	5.0	–	–	5.0
Items that may be reclassified subsequently to profit or loss				
Adjustments in respect of cash flow hedges	0.8	–	–	0.8
Tax effect of cash flow hedges	1.3	–	–	1.3
Hedge of net investment in foreign subsidiaries	(64.8)	–	–	(64.8)
Tax effect of hedge of net investment in foreign subsidiaries	14.5	–	–	14.5
Foreign currency translation differences	(231.2)	–	–	(231.2)
Total comprehensive income for the year	803.7	–	–	803.7
Attributable to:				
Shareholders of Illovo Sugar Limited	638.3	–	–	638.3
Non-controlling interest	165.4	–	–	165.4
	803.7	–	–	803.7

8. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES continued

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION	As at 31 March 2013			As at 31 March 2012		
	Previously reported Rm	Re- statement effect of IFRS 11 Rm	Restated Rm	Previously reported Rm	Re- statement effect of IFRS 11 Rm	Restated Rm
ASSETS						
Non-current assets	7 938.5	56.6	7 995.1	6 900.4	52.5	6 952.9
Property, plant and equipment	6 223.4	(13.9)	6 209.5	5 328.0	(15.5)	5 312.5
Cane roots	1 260.0	–	1 260.0	1 216.3	–	1 216.3
Intangible assets	266.1	–	266.1	218.1	–	218.1
Investment in joint ventures	–	30.6	30.6	–	27.9	27.9
Investment in associates	43.1	–	43.1	41.9	–	41.9
Investments	17.3	–	17.3	11.8	–	11.8
Loans	71.2	39.9	111.1	52.6	40.1	92.7
Deferred taxation asset	57.4	–	57.4	31.7	–	31.7
Current assets	4 635.3	(88.7)	4 546.6	4 510.5	(61.3)	4 449.2
Inventories	944.4	(35.4)	909.0	618.6	(33.1)	585.5
Growing cane	1 520.4	–	1 520.4	1 346.7	–	1 346.7
Trade and other receivables	1 370.1	(32.6)	1 337.5	877.8	(19.8)	858.0
Factory overhaul costs	309.3	–	309.3	263.3	–	263.3
Derivative financial instruments	16.9	–	16.9	14.0	–	14.0
Cash and cash equivalents	474.2	(20.7)	453.5	1 390.1	(8.4)	1 381.7
Total assets	12 573.8	(32.1)	12 541.7	11 410.9	(8.8)	11 402.1
EQUITY AND LIABILITIES						
Equity attributable to shareholders of Illovo Sugar Limited	5 968.5	–	5 968.5	5 562.6	–	5 562.6
Share capital and premium	2 055.4	–	2 055.4	2 489.8	–	2 489.8
Share-based payment reserve	13.1	–	13.1	13.1	–	13.1
Non-distributable reserves	42.3	–	42.3	155.8	–	155.8
Distribution reserve	280.9	–	280.9	197.8	–	197.8
Retained earnings	3 576.8	–	3 576.8	2 706.1	–	2 706.1
Non-controlling interest	1 006.2	–	1 006.2	902.7	–	902.7
Total equity	6 974.7	–	6 974.7	6 465.3	–	6 465.3
Non-current liabilities	2 413.0	(2.4)	2 410.6	2 741.7	(0.5)	2 741.2
Long-term borrowings	1 166.4	(2.4)	1 164.0	1 545.4	–	1 545.4
Deferred taxation liability	930.1	–	930.1	854.0	(0.5)	853.5
Deferred income	121.7	–	121.7	130.7	–	130.7
Provisions	194.8	–	194.8	211.6	–	211.6
Current liabilities	3 186.1	(29.7)	3 156.4	2 203.9	(8.3)	2 195.6
Short-term borrowings	979.3	(12.0)	967.3	383.5	–	383.5
Trade and other payables	1 821.6	(14.3)	1 807.3	1 453.6	(5.2)	1 448.4
Bank overdraft	195.1	–	195.1	184.9	–	184.9
Taxation	132.5	(3.4)	129.1	141.5	(3.1)	138.4
Provisions	47.3	–	47.3	34.0	–	34.0
Derivative financial instruments	10.3	–	10.3	6.4	–	6.4
Total liabilities	5 599.1	(32.1)	5 567.0	4 945.6	(8.8)	4 936.8
Total equity and liabilities	12 573.8	(32.1)	12 541.7	11 410.9	(8.8)	11 402.1

8. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES continued

	As at 31 March 2013		
	Previously reported Rm	Effect of restatements Rm	Restated Rm
SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS			
Cash flows from operating activities			
Operating profit before working capital movements	1 567.9	(16.0)	1 551.9
Working capital movements	(506.4)	(10.1)	(516.5)
Cash generated from operations	1 061.5	(26.1)	1 035.4
Net financing costs	(279.6)	(15.8)	(295.4)
Taxation paid	(196.1)	2.6	(193.5)
Dividend income	2.3	–	2.3
Distributions/dividends paid	(458.0)	–	(458.0)
Net cash inflows from operating activities	130.1	(39.3)	90.8
Cash flows from investing activities			
Replacement of property, plant and equipment	(291.4)	0.4	(291.0)
Expansion capital expenditure	(640.8)	–	(640.8)
Net expansion of area under cane	(28.4)	–	(28.4)
Capitalisation of product registrations	(10.5)	–	(10.5)
Proceeds on disposal of plant and equipment	5.1	–	5.1
Proceeds on disposal of property	1.7	–	1.7
Funding from non-controlling interest	41.7	–	41.7
Net movement on investments and loans	(25.1)	27.6	2.5
Net cash outflows from investing activities	(947.7)	28.0	(919.7)
Net cash outflows before financing activities	(817.6)	(11.3)	(828.9)
Cash flows from financing activities			
Long-term borrowings repaid	(245.7)	–	(245.7)
Short-term borrowings raised	215.6	–	215.6
Issue of share capital net of associated costs	3.1	–	3.1
Net cash outflows from financing activities	(27.0)	–	(27.0)
Net decrease in cash and cash equivalents	(844.6)	(11.3)	(855.9)
Cash and cash equivalents at beginning of year	1 318.8	(9.4)	1 309.4
Cash and cash equivalents at end of year	474.2	(20.7)	453.5