HYVEC PARTNERS LTD

CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

HYVEC PARTNERS LTD

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HYVEC PARTNERS LTD
CORPORATE INFORMATION

Directors	Date appointed
Mr Appadoo Chandradev	01 August 2018
Mr Dabysing Nilesh	16 December 2019
Mr Ramdin Anwar Feeroz Haniff	05 September 2023
Mrs Bellepeau Beatrice Salomee	05 September 2023

Registered office

Lot 22, Bank Street
Cybercity
Ebene
Republic of Mauritius

Company secretary

Mr Meyepa, Louis Sebastien Yves

External auditors

Grant Thornton
Ebene Tower
52, Cybercity
Ebene 72201
Republic of Mauritius

Bankers

SBM Bank (Mauritius) Ltd
SBM Tower 1, Queen Elizabeth II Avenue
Place D'armes
Port Louis
Republic of Mauritius

Absa Bank (Mauritius) Ltd
Absa House, 68 Wall Street
Cybercity
Ebene
Republic of Mauritius

Bank One Limited
16, Sir William Newton Street
Port Louis
Republic of Mauritius

MauBank Ltd
25, Bank Street
Ebene 72201
Republic of Mauritius

The Mauritius Commercial Bank Ltd
Level 15, Newton Tower
Sir William Newton Street
Port Louis
Republic of Mauritius

HYVEC PARTNERS LTD
DIRECTORS' REPORT

The directors are pleased to present their report and the consolidated financial statements of **Hyvec Partners Ltd**, the "Company" and its subsidiary, together referred to as the "Group", for the year ended 31 December 2024.

Principal activity

The principal activity of the Group consists of building and civil contracting.

Results and dividends

The results for the year are as shown in the consolidated statement of profit or loss and other comprehensive income.

During the year under review, the directors have recommended and paid a dividend of Rs 160,000,000 (2023: Rs Nil).

Directors

The present membership of the Board is set out on page 2.

Statement of directors' responsibilities in respect of consolidated financial statements

Company law requires the directors to prepare consolidated financial statements for each financial year which present fairly the financial position, financial performance, and cash flows of the Group and Company. In preparing those consolidated 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 IFRS Accounting Standards as issued by the International Accounting Standards Board have been followed, subject to any material departures being disclosed and explained in the consolidated financial statements; and
- Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The directors confirm that they have complied with the above requirements in preparing the consolidated financial statements. The directors are responsible for:

- Keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Group and the Company and to enable them to ensure that the consolidated financial statements comply with the requirements of the Mauritius Companies Act 2001, IFRS Accounting Standards as issued by the International Accounting Standards Board and the Financial Reporting Act 2004.
- Safeguarding the assets of the Group and hence taking reasonable steps for the prevention of frauds and other irregularities.

Ownership

Mr Nawaz Khan Chady is the sole shareholder of the Company.

Interest register

No entry was made in the interest register during the year.

HYVEC PARTNERS LTD
DIRECTORS' REPORT (CONTINUED)

Directors' service contracts

There are both service contracts and employment contracts between the Company and its directors.

Contracts of significance

There was no contract of significance subsisting during the year to which the Group was a party and in which the directors were materially interested.

External auditors

The auditors, **Grant Thornton**, have been appointed as external auditors of the Company. A resolution for their appointment in accordance with Section 200 (1) of the Mauritius Companies Act 2001 will be proposed at the next Annual Meeting.

The fees payable to the external auditors (exclusive of value added tax) are as follows:

	2024	2023
	Rs	Rs
Fees relating to statutory audit services	**800,000**	700,000
Fees relating to tax compliance services	**53,000**	53,000
	853,000	753,000

**These tax compliance services are provided by Grant Thornton (Advisory Services) Ltd, a separate legal entity headed by non-audit partners.*

Director

Date: 09 OCT 2025

Director

Date: 09 OCT 2025

HYVEC PARTNERS LTD
CORPORATE GOVERNANCE REPORT

Corporate governance is the system of rules, practices, and processes by which an organisation is directed, managed and controlled. It involves balancing the interests of the many stakeholders such as shareholders, management/employees, customers, suppliers, government and the community.

Hyvec Partners Ltd, the "Company" or "HPL", incorporated in the Republic of Mauritius as a private company with liability limited by shares, meets the definition a Public Interest Entity as defined by the Financial Reporting Act 2004 and is therefore required to comply with the National Code of Corporate Governance of Mauritius (the "Code").

The Company and its subsidiary are together referred to as the "Group".

Compliance with the National Code of Corporate Governance

Principle 1: Governance Structure

The Board of Directors, the "Board", of HPL endorses integrity and professionalism to ensure that the activities of the Group are managed in accordance with applicable laws and regulatory requirements.

The Board assumes full responsibility for leading and controlling the organisation and meeting its objectives and goals. Besides, the Board is collectively responsible for the long-term success, reputation, and governance of the Group. The Board also determines the Group's vision, mission, values and strategies and monitors its performance and conformance with the laws.

For the year under review, HPL has materially complied with all the provisions of the Code. The process of compliance with the Code is an ongoing exercise in view of changes in the economic, legal and social infrastructures.

This report describes the main corporate governance framework and compliance requirements of the Company, which are laid down in the following, among others:

- the Mauritius Companies Act 2001;
- the Financial Reporting Act 2004; and
- the disclosures required under the Code.

In accordance with the requirements of the Code, the following documents as approved by the Board are available for consultation purposes.

The processes and frequency to review, monitor and approve the Board Charter and Charter of Board Committee, the Code of Ethics, the Positions Statements, the Organisation Chart and the Statement of Major Accountabilities are determined by the Board and may be delegated to a sub-committee of the Board.

Principle 2: The Structure of the Board and its Committees

Board Structure

The Board of HPL has a unitary structure.

Board Size and Composition

The Board of Directors of HPL consists of:

Name	Category
Mr Nilesh Dabysing	Non-Executive Chairman
Mr Chandradev Appadoo	Executive/Chairman-Audit Committee
Mr Anwar Feeroz Haniff Ramdin	Executive
Mrs Beatrice Salomee Bellepeau	Executive

The profile/short biographies of the directors are given on page 8 of this Report.

Presently, the Board has no independent directors and this matter is being discussed at Board level.

Principle 2: The Structure of the Board and its Committees (continued)

Board Diversity

The Board members of HPL are all residents of Mauritius.

The Board consists of a mix of professionals from different backgrounds including engineering, finance and, marketing.

The shareholder and the Board are of the view that Board is 'balanced'.

Board of Directors

The Board is the ultimate decision-making body in the organisation and it exercises leadership, entrepreneurship, integrity and judgement in directing the Company so as to achieve continuing prosperity for the organisation.

The Board also ensures that the activities of the Group comply with all legal and regulatory requirements.

The Board is ultimately accountable and responsible for the performance and affairs of the Group namely, the review and adoption of strategic plans, the overview of business performance, the adoption of appropriate risk management systems and the establishment of proper internal control systems.

Non-Executive Chairman and Chief Executive Officer

The roles of the Non-Executive Chairman and Chief Executive Officer are separate.

In his role as Non-Executive Chairman of the Company, Mr Nilesh Dabysing ensures that the directors receive accurate, timely and clear information and encourages the active participation of all directors in discussions and decisions. The Non-Executive Chairman also ensures that the corporate strategy and execution thereof are aligned with operational efficiencies.

In his role as Chief Executive of the Company, Mr Anwar Ramdin is responsible for leading the Board and ascertaining its effectiveness. He ensures that the corporate strategies and the related execution are aligned together with operational efficiencies. With his wide experience in the construction industry and strong knowledge of HPL, he is in an ideal position to manage the affairs of HPL while ensuring that value is being created for all stakeholders.

The Company has over 1,000 employees including expatriate manual workers.

Company Secretary

Mr Yves Meyepa is the Company Secretary of HPL and all the companies in the Hyvec Group. He also acts as secretary to the Board Audit & Risk Committee.

His profile is given at page 9.

All directors of HPL have access to the advice and services of the Company Secretary who is responsible for providing guidance to the Chairman and the directors as to their fiduciary duties, responsibilities, and powers. The Company Secretary, with assistance from external legal advisers, also ensures that the Company is always complying with its Board Charter, applicable laws, rules and regulations.

The Company Secretary maintains a register of interest and is available for consultation.

Board Meetings

Board meetings are held once each quarter and at any additional times the Company requires. Decisions taken between meetings are confirmed by way of written resolutions, agreed, and signed by all directors entitled to receive notice.

A quorum of two (2) directors is required for a Board meeting of HPL and in case of equality of votes, the Chairman has a casting vote.

HYVEC PARTNERS LTD
CORPORATE GOVERNANCE REPORT (CONTINUED)

Principle 2: The Structure of the Board and its Committees (continued)

Board Meetings (continued)

During the year under review, the Board met 5 times. The table shows the attendance record for the Board and Audit & Risk Committee. The minutes of the proceedings of each Board meeting are recorded by the Company Secretary and are entered in the minutes book of the Company. The minutes of each Board and Board Committee meetings are submitted for confirmation at their next meeting and these are then signed by the Chairman and the Company Secretary.

Board Committee meeting attendance

	22.03.2024	28.06.2024	01.08.2024	11.10.2024	10.12.2024
Mr Nilesh Dabysing	✓	✓	✓	✓	✓
Mr Chandradev Appadoo	✓	✓	✓	✓	✓
Mr Anwar Feeroz Haniff Ramdin	✓	✓	✓	✓	✓
Mrs Beatrice Salomee Bellepeau	✓	✓	✓	✓	✓

Audit and Risk Committee

The Audit and Risk Committee is held once each quarter and at any additional times the Company requires to assist the Board in the effective discharge of its responsibilities.

The Committee is composed of the following directors:

Name	Category
Mr Chandradev Appadoo (Chairman)	Executive
Mrs Beatrice Salomee Bellepeau (member)	Executive

The Committee reviews the financial reporting process, the internal control system and the management of risks and it also assesses the effectiveness of the independent audit process by having regular interactions with the external auditors. The terms of reference of the Audit & Risk Committee have been approved by the Board. The Board has not set up any other Board committees for the time being.

During the year under review, the committee met 4 times. The table below shows the attendance record for the Audit and Risk Committee.

Audit and Risk Committee meeting attendance

	22.03.2024	28.06.2024	11.10.2024	10.12.2024
Mr Chandradev Appadoo	✓	✓	✓	✓
Mrs Beatrice Salomee Bellepeau	✓	✓	✓	✓

Principle 3: Director Appointment Procedures

All the directors are well acquainted with the operations/business of HPL. With the assistance of the Company Secretary, the Board provides the necessary information/documents which make the directors fully aware of their legal duties, and offer an in-depth understanding of the Company's activities, challenges, governance framework and strategy. The directors also attend external training courses sponsored by the Company for their professional development.

The Board through the chairman assumes responsibility for the appointment, induction of new directors and succession planning of directors. On appointment as director on the Board, the Chairman ensures that necessary information is disseminated to the new directors with respect to the Company's business, its products and services and how the Company operates. The Company Secretary helps in the process by providing appropriate advice with regards to the directors' duties and other legal responsibilities. The new directors are also invited to meet the members of the Management Team to rapidly acquire a comprehensive view of the Company's current operations, practices, acceptable risks and medium and long-term strategies.

Principle 3: Director Appointment Procedures (continued)

PROFILE OF DIRECTORS

1. Mr Nilesh Dabysing

Mr Nilesh Dabysing joined the Hyvec Property Investment Ltd in January 2020 as Chief Executive Officer of the Property Division. He holds a Bachelor's degree in Commerce [BCOM] with specialisation in Sales and Marketing and an MBA. He started his career with the Mon Loisir Group, now IBL Limited, in 2003 as Business Development Executive, and was mandated the task to develop the business in Africa. In 2007, he joined Rogers Group as Commercial Manager- Property Department which later became the Property Division of Rogers Group and was branded as Foresite Property and Ascencia Ltd, being the Property Fund. He was promoted to Marketing Manager in 2009 and to Head of Operations in 2011.

Through a merger in 2014, Nilesh joined EnAtt Ltd, a subsidiary of ENL as Asset Manager and was promoted to Head of Property Development in 2016.

2. Mr Chandradev Appadoo

Mr Chandradev Appadoo has over 35 years of experience at the SBM Bank Ltd (Mauritius), mostly at senior management level across Retail and Corporate Banking, Operations Management, Risk Management, and Compliance with core competencies in finance and company secretarial functions. He served as an executive director on the Board of the Bank from 2011 to 2017. He is a Fellow of the Association of Chartered Certified Accountants (FCCA) and an associate of the Chartered Institute of Bankers (ACIB). He has served on the board of various companies including various companies of the SBM Group, State Insurance Company of Mauritius Ltd (SICOM) and NRF Equity Fund Ltd.

3. Mr Anwar Feeroz Haniff Ramdin

Mr Anwar Ramdin joined the Hyvec Group in February 2021 as Chief Executive Officer of Hyvec Partners Ltd, the construction division. He holds a Bachelor's degree in Civil Engineering and is a registered engineer with the Council of Professional Engineers (Mauritius) which is the regulatory body for engineers in Mauritius. He is also a Fellow of the Institution of Engineers Mauritius. He is also a Member of the Institution of Civil Engineers UK (MICE).

He started his career with Sir Alexander Gibbs & Partners, UK, in 1984 as graduate engineer and upgraded to site engineer. In 1988, he returned to Mauritius and joined Sire Alexander Gibbs & Partners (Mauritius) until 1994 where he was promoted to resident engineer. In 1994, he joined Rehm Grinaker Construction Ltd and was promoted to Manager of the Civils Department between 2006 and 2008. Between 2008 and 2011, he was made Construction Director for both Civil and Building departments leading to be promoted to Managing Director of Rehm Grinaker between 2013 and 2016, in which year he took early retirement. At the request of shareholders, he remained at Rehm Grinaker as Operations Executive until February 2021. He then joined Hyvec Partners Ltd as Chief Executive Officer and was made a Director in September 2023.

4. Ms Beatrice Salomee Bellepeau

Ms Béatrice Bijoux Bellepeau is the new Head of Public Relations at the Hyvec Group since June 2022. She is a graduate in Mass Communications from the University of Mauritius.

She began her career in 1996 as a journalist and television news presenter at the MBC before joining several media groups, including La Sentinelle and 5-Plus. In 1998, she launched Net Radio One with Jacques Maunick, becoming the first online radio station well before the liberalization of airwaves in Mauritius. She later transitioned into a career in public relations within the Sun Group at Le ST Geran hotel and established her own event management company, Triple B in 2005.

Before joining the Hyvec Group in 2022, Beatrice spent the last 15 years as an entrepreneur at Busy B, a brand she created, and which was the exclusive supplier for plus-size market in Mauritius and the Reunion Island.

Principle 3: Director Appointment Procedures (continued)

PROFILE OF COMPANY SECRETARY & MEMBERS OF INTERNAL AUDIT

Mr Yves Meyepa

Mr Yves Meyepa joined Hyvec Group as Finance Director in 2014 and in 2018, he was appointed Group Internal Auditor and Group Company Secretary. Prior to joining the Hyvec Group, he had been working at IBL for 40 years and in different capacities, including Group Finance Manager and Group Treasurer. Mr Yves Meyepa was the Managing Director of the Mauritian Eagle Leasing Co Ltd, a subsidiary of IBL, since inception of that company in 2001 until his retirement in June 2014.

He is a Fellow Chartered Management Accountant (FCMA) and a Chartered Global Management Accountant (CGMA) of the Chartered Institute of Management Accountants.

Mr Zubeir Peerun (resigned in May 2025)

Mr Zubeir Peerun joined Hyvec Group in 2023 as Group Audit and Risk Specialist. Prior to this, he held several key positions at Currimjee Jeewanjee & Co. Ltd between 2010 and 2023, including Risk and Assurance Manager and Internal Audit Manager. He began his professional career as an Audit Assistant at Kemp Chatteris Deloitte from 2007 to 2010, following an earlier role with Pizza Hut UK in London between 2005 and 2006.

He is a Fellow of the Association of Chartered Certified Accountants (FCCA) since 2017.

Succession Planning

The contract of the Chief Executive Officer has been renewed for one year.

The Board of Directors is working on the succession of the Chief Executive Officer.

Principle 4: Director Duties, Remuneration and Performance

All the directors of HPL are aware of their fiduciary duties and responsibilities. There has been no change in the duties of the directors.

Remuneration philosophy

The remuneration policy shall be benchmarked with the market with a view to attract and recruit the best talents, motivate and retain performing executives of the quality required to run the Company successfully. Remuneration philosophy should have regard to the risk appetite of the Company and align to its vision and long term strategic goals.

The remuneration of directors and senior executives are reviewed and revised periodically by the Chairman/shareholder. There is no variable remuneration component nor any long-term incentive plans or performance related reward.

Non-executive directors are not remunerated as they are full- time salaried employees of the Group. Non-executives also do not receive any remuneration in the form of share options or performance bonuses.

Given the number of directors, their relationship and continued involvement with the Company, a formal evaluation of the Board has not been done. However, the Board evaluation has been carried out in an informal manner and the comments/observations of the directors are being addressed such as quality of board papers and frequency of board meetings.

HYVEC PARTNERS LTD
CORPORATE GOVERNANCE REPORT (CONTINUED)

Principle 4: Director Duties, Remuneration and Performance (continued)

Remuneration philosophy (continued)

The remuneration of the directors are as follows:

Directors	Amount (Rs)
Mr Anwar Feeroz Haniff Ramdin	4,350,000
Mr Chandradev Appadoo	3,077,318
Mr Beatrice Salomee Bellepeau	1,589,350
Mr Nilesh Dabysing	Nil

Code of Ethics

HPL has a Code of Ethics which also addresses conflict of interest.

The Company is committed to a policy for fairness and honesty in the conduct of its business. This commitment, which is endorsed by the Board, is based on a fundamental belief that business should be conducted honestly, fairly and legally.

Conflict of Interest

The Board believes that a director should make his/her best effort to avoid conflict of interest or situation where others might reasonably perceive such a conflict.

It is the responsibility of each director to ensure that any conflict of interests is declared at the earliest meeting of the Board and that the director does not get involved in the decision process.

Related Party Transactions

For details on Related Party Transactions, please refer to Note 25 of the consolidated financial statements.

Information, Information Technology, and Information Security Governance

The Board is responsible for overseeing information governance within the Company and ensures that there is a strategic alignment of both Information and Information Security with its business strategy in order to create value.

Besides the usual password protected system and files/folders access, firewall and data protection measures, Management approves on an adhoc basis request for access to files, email creation, etc.

The Board approves material investments in information technology and security according to the Company's business needs.

Board Information

The Chairman, with the assistance of the Company Secretary, ensures that directors receive all information necessary for them to discharge their duties and that the Board has sufficient time for consultation and decision-making.

The directors ensure that matters relating to the Company, learned in their capacity as directors, are strictly confidential and private and shall not be divulged to anyone without the authority of the Board.

Principle 5: Risk Governance and Internal Control

Internal Control and Risk Management

The Board is responsible for the system of internal control and risk management and is committed to continuously maintain adequate control procedures and assess areas with high residual risks with the assistance of the internal audit function. The Board regularly monitors and evaluates risks, including strategic risk, operational risk, compliance risk, the solvency of the organisation and liquidity risk.

Principle 5: Risk Governance and Internal Control (continued)

Internal Control and Risk Management (continued)

Several factors may affect the HPL's operations, financial performance and growth prospects. The Company's performance may be materially and adversely affected by changes in the market and/or economic conditions, changes in laws and regulations and recently by pandemics.

Management is accountable to the Board for the design, implementation and enforcement of internal controls, ensuring that the associated processes and systems are operating satisfactorily. The Board derives assurance that the internal control systems are effective through the lines of defence: (i) Management of HPL in respect of performance and operations; (ii) the processes and framework for risk management; and (iii) the internal audit function in accordance with the internal audit plan.

The key risk areas are injuries to workers on site, crumbling of building under construction, incorrect costing/jugdement for contracts including prices and exchange rates for materials, shortage of labour . Appropriate insurance policies with adequate covers have been taken including accident cover . Risk mitigants are put in place such as provision of protection equipment, supervision by experienced foremen and health and safety officers, incentives and hygiene factors to motivate and retain employees especially key employees.

The Board regularly reviews the recommendation of management and internal/external auditors of additonal safeguards/controls in the light of changes in the business practice and market environment and accordingly approves same including enhancement and/or new insurance covers.

The Company has adopted a Whistle-Blowing Policy. The policy provides clear insight about Hyvec Group's Key principles on whistleblowing.

The risk management process/plan is comminicated to management and all other employees as appropriate to their role within the Company.

The directors have a reasonable expectation that the Group will be a going concern over the next twelve months from the date of approval of consolidated financial statements and meet its liabilities as they fall due.

Principle 6: Reporting with Integrity

Statement of Directors' Responsibilities in respect of the Preparation of Consolidated Financial Statements

The directors affirm their responsibilities for preparing the Annual Report and Consolidated Financial Statements of HPL that fairly present the state of affairs of the Group and the Company and the results of its operations.

The Statement of Directors' Responsibilities is found on page 3 of the consolidated financial statements.

Dividend Policy

Dividend payments are determined based on the profitability of the Company, its cash flows, capital expenditure requirements, its future investments and growth opportunities and upon satisfying the solvency test as required by the Mauritius Companies Act 2001. All dividends declaration are approved by the Board.

Dividends are normally declared and paid at the end of the year.

For the financial year under review, the Company has declared and paid dividend amounting to Rs 160,000,000 (2023: Rs Nil).

Health, Safety and Environmental Issues

The Group is committed to the general rules and regulations governing health, safety and environmental issue. The Group is also committed to minimising any adverse effect of its operations on the environment and on the health and safety of its employees and the community in which it operates.

Principle 6: Reporting with Integrity (continued)

Social Issues

The Group believes in equal opportunities for all its employees.

The Group recognises the importance of the role it has to play in society, and it actively participates in endeavours to alleviate social and environmental problems. The Group is also committed to creating sustainable value for the social and economic well-being of the society.

Corporate Social Responsibility

The CSR contributions amounted to Rs 1,401,232 (2023: Rs. 271,461) for the year under review.

Principle 7: Audit

Internal Audit

The internal audit is an independent function which examines and evaluates the activities and appropriateness of the systems of internal control, risk management and governance. The internal audit department reports to the Audit and Risk Committee. Its mandate includes review of the controls and procedures, the internal control systems and the codes and practices and provide assurance to the Board through the Audit and Risk Committee of their effectiveness and continued relevance. It also discusses on the critical accounting policies and estimates and the appointment and removal of external auditors.

All significant risks that the Company is exposed to have been identified by the Management and recorded in a Risk Register. The Internal Audit team aligns its audit plan to the risk register in terms of coverage, frequency and severity.

There are no restrictions placed over the rights of access by internal audit to records or management/employees of the organisation.

There were no significant issues that the Audit & Risk Committee has considered in relation to the consolidated financial statements. Material accounting policy information are discussed with the external auditors.

The senior members of the Internal Audit are Mr Yves Meyepa and Mr Zubeir Peerun. Their profiles are provided on Page 9.

External Audit

Grant Thornton were re-appointed external auditors for the financial year ended 31 December 2024 at the Annual Meeting.

No non-audit services have been provided by the external auditors during the year under review.

Principle 8: Relations with Shareholders and Other Key Stakeholders

Shareholding Structure

The stated capital of the Company is currently Rs 7,500,000 divided into 75,000 ordinary shares of par value Rs 100 each and are fully paid.

The Company has only one shareholder.

Management presents the results and performance of the Group to the shareholder at the Annual Meeting.

The Company contributes to the community through the CSR program, jobs creation and sponsorships.

The Annual Report which contains this Corporate Governance Report, and the Audited Consolidated Financial Statements shall be published on the Company's website.

STATEMENT OF COMPLIANCE

(SECTION 75 (3) OF THE FINANCIAL REPORTING ACT)

Name of Public Interest Entity ("PIE"): **Hyvec Partners Ltd**
Reporting period: **Year ended 31 December 2024**

We, the undersigned being directors of Hyvec Partners Ltd, the "Company", confirm that, to the best of our knowledge, the Company has partially complied with the Code. Due to the size, structure, ownership and nature of the business of the Company, some of the criteria stipulated in the Code are not deemed to be relevant to the Company and the reasons have been provided below:

	Areas of non-application of the Code	Explanation for non-application
Principle 2	Independent directors	The Company has not yet appointed independent directors as required by the Code. This matter is under discussion at Board level.
Principle 4	Board Evaluation and Development	No performance evaluation of the Board, its committee and its individual directors has been conducted. The Board will address this going forward.

Signed by:

Director

Date: 09 OCT 2025

Director

Date: 09 OCT 2025

HYVEC PARTNERS LTD

SECRETARY'S CERTIFICATE
For the year ended 31 December 2024

In accordance with section 166 (d) of the Mauritius Companies Act 2001, I certify that, to the best of my knowledge and belief, the Company has filed with the Registrar of Companies for the year ended 31 December 2024, all such returns as are required of the Company under the Mauritius Companies Act 2001.

Louis Sebastien Yves Meyepa

Date : 09 OCT 2025

Grant Thornton

Independent auditors' report
To the member of Hyvec Partners Ltd

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Hyvec Partners Ltd, the "Company" and its subsidiary, together referred to as the "Group", which comprise the consolidated statement of financial position as at 31 December 2024, and consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements on pages 19 to 69 give a true and fair view of the financial position of the Group and the Company as at 31 December 2024 and of their financial performance and their cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and the requirements of the Mauritius Companies Act 2001 and the Financial Reporting Act 2004.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (the "IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Consolidated Financial Statements and Auditors' Report Thereon ("Other Information")

Management is responsible for the Other Information. The Other Information comprises mainly of information included under the Corporate Information, Directors' Report and Corporate Governance Report sections, but does not include the consolidated financial statements and our auditors' report thereon.

Our opinion on the consolidated financial statements does not cover the Other Information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

Grant Thornton

Independent auditors' report (continued)
To the member of Hyvec Partners Ltd

Report on the Audit of the Consolidated Financial Statements (continued)

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation of the consolidated financial statements in accordance with IFRS Accounting Standards as issued by the IASB and the requirements of the Mauritius Companies Act 2001, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Grant Thornton

Independent auditors' report (continued)
To the member of Hyvec Partners Ltd

Report on the Audit of the Consolidated Financial Statements (continued)

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements (continued)

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

a) *Mauritius Companies Act 2001*

In accordance with the requirements of Mauritius Companies Act 2001, we report as follows:

- we have no relationship with, or any interests in, the Company and its subsidiary other than in our capacity as auditors;

- we have obtained all the information and explanations we have required; and

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

Grant Thornton

Independent auditors' report (continued)
To the member of Hyvec Partners Ltd

Report on Other Legal and Regulatory Requirements (continued)

b) Financial Reporting Act 2004

Corporate Governance Report

Our responsibility under the Financial Reporting Act 2004 is to report on the compliance with Code of Corporate Governance ("the Code") disclosed in the Corporate Governance Report and assess the explanations given for non-compliance with any requirement of the Code. From our assessment of the disclosures made on corporate governance in the Corporate Governance Report, the Company has, pursuant to Section 75 of the Financial Reporting Act 2004, complied with the requirements of the Code.

Other Matter

Our report is made solely to the member of the Company as a body in accordance with Section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's member those matters we are required to state to the member 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 member as a body, for our audit work, for this report, or for the opinion we have formed.

Grant Thornton

Grant Thornton
Chartered Accountants

Y NUBEE, FCCA
Licensed by FRC

Date: 09 OCT 2025

Ebene 72201, Republic of Mauritius

HYVEC PARTNERS LTD
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the year ended 31 December 2024

		The Group		The Company	
		2024	2023	2024	2023
	Notes	**Rs**	**Rs**	**Rs**	Rs
Revenue	6	**1,823,347,412**	1,171,405,824	**1,823,347,412**	1,171,405,824
Direct costs	7	**(1,589,825,536)**	(1,030,829,350)	**(1,589,825,536)**	(1,030,829,350)
Net revenue		**233,521,876**	140,576,474	**233,521,876**	140,576,474
Other income	7	**79,884,228**	19,716,176	**79,884,228**	19,716,176
Administrative expenses	7	**(98,513,064)**	(67,165,539)	**(98,512,564)**	(67,165,039)
Operating profit		**214,893,040**	93,127,111	**214,893,540**	93,127,611
Finance income		**2,284,422**	468,493	**2,284,422**	468,493
Finance costs	8	**(71,015,700)**	(51,451,889)	**(61,864,943)**	(51,451,889)
Net finance costs		**(68,731,278)**	(50,983,396)	**(59,580,521)**	(50,983,396)
Other financial gain	10	-	-	-	237,502,257
Profit before tax		**146,161,762**	42,143,715	**155,313,019**	279,646,472
Tax expense	9 (a)	**(30,030,145)**	(11,351,891)	**(30,030,145)**	(11,351,891)
Profit for the year		**116,131,617**	30,791,824	**125,282,874**	268,294,581
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss:					
Revaluation gain		-	237,502,257	-	-
Actuarial losses on remeasurement of retirement benefit obligations	21	**(193,000)**	(3,668,000)	**(193,000)**	(3,668,000)
Deferred tax on remeasurement of retirement benefit obligations	9	**(28,950)**	550,200	**(28,950)**	550,200
Items that will be reclassified subsequently to profit or loss		-	-	-	-
Other comprehensive income for the year, net of tax		**(221,950)**	234,384,457	**(221,950)**	(3,117,800)
Total comprehensive income for the year		**115,909,667**	265,176,281	**125,060,924**	265,176,781

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

		The Group		The Company	
		2024	2023	**2024**	2023
	Notes	**Rs**	Rs	**Rs**	Rs
ASSETS					
Non-current					
Property, plant and equipment	10	**628,696,677**	510,965,425	**291,106,677**	173,375,425
Intangible assets	11	**146,166**	306,619	**146,166**	306,619
Investment in subsidiary	12	**-**	-	**431,913,315**	431,913,315
Non-current assets		**628,842,843**	511,272,044	**723,166,158**	605,595,359
Current assets					
Inventories	13	**59,012,045**	26,049,821	**59,012,045**	26,049,821
Trade and other receivables	15	**645,783,623**	807,452,242	**656,394,051**	789,257,555
Contract assets	14	**186,667,668**	116,395,578	**91,757,664**	22,072,263
Loan to related parties	16 (a)	**476,948,810**	408,680,919	**476,948,810**	408,680,919
Cash and cash equivalents	17	**650,545**	232,116,822	**650,545**	232,116,822
Current assets		**1,369,062,691**	1,590,695,382	**1,284,763,115**	1,478,177,380
Total assets		**1,997,905,534**	2,101,967,426	**2,007,929,273**	2,083,772,739
EQUITY AND LIABILITIES					
Capital and reserves					
Stated capital	18	**7,500,000**	7,500,000	**7,500,000**	7,500,000
Retained earnings		**120,030,651**	164,120,984	**366,685,195**	401,624,271
Other reserve	10	**237,502,257**	237,502,257	**-**	-
Total equity		**365,032,908**	409,123,241	**374,185,195**	409,124,271
LIABILITIES					
Non-current					
Borrowings	19	**7,214,711**	13,393,783	**7,214,711**	13,393,783
Lease liabilities	20	**303,441,303**	242,261,782	**216,132,480**	113,192,632
Retirement benefit obligations	21	**15,207,000**	14,735,000	**15,207,000**	14,735,000
Deferred tax liabilities	9 (b)	**1,541,230**	169,095	**1,541,230**	169,095
Non-current liabilities		**327,404,244**	270,559,660	**240,095,421**	141,490,510

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
As at 31 December 2024

		The Group		The Company	
		2024	**2023**	**2024**	2023
	Notes	**Rs**	**Rs**	**Rs**	Rs
Current					
Borrowings	19	**589,132,044**	452,057,301	**589,132,044**	452,057,301
Loan from related parties	16 (b)	**344,444,675**	138,325,372	**344,444,675**	138,325,372
Trade and other payables	22	**216,205,878**	138,166,881	**351,427,651**	277,617,559
Contract liabilities	23	**73,960,718**	668,181,364	**73,960,718**	639,604,119
Lease liabilities	20	**65,634,253**	22,807,231	**18,592,755**	22,807,231
Current tax liabilities	9 (a)	**16,090,814**	2,746,376	**16,090,814**	2,746,376
Current liabilities		**1,305,468,382**	1,422,284,525	**1,393,648,657**	1,533,157,958
Total liabilities		**1,632,872,626**	1,692,844,185	**1,633,744,078**	1,674,648,468
Total equity and liabilities		**1,997,905,534**	2,101,967,426	**2,007,929,273**	2,083,772,739

Approved by the Board of Directors on 09 OCT 2025 and signed on its behalf by:

Director

Director

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 31 December 2024

The Group	Stated capital Rs	Retained earnings Rs	Revaluation reserve Rs	Total Rs
At 01 January 2024	**7,500,000**	**164,120,984**	**237,502,257**	**409,123,241**
Transaction with shareholder:				
Dividends (Note 18.1)	-	(160,000,000)	-	(160,000,000)
Profit for the year	-	116,131,617	-	116,131,617
Other comprehensive income:				
Remeasurement of actuarial losses on retirement benefit obligations	-	(193,000)	-	(193,000)
Deferred tax on remeasurement of retirement benefit obligations	-	(28,950)	-	(28,950)
Other comprehensive income for the year	-	(221,950)	-	(221,950)
Total comprehensive income for the year	-	115,909,667	-	115,909,667
At 31 December 2024	**7,500,000**	**120,030,651**	**237,502,257**	**365,032,908**
At 01 January 2023	-	-	-	-
On consolidation	7,500,000	136,446,960	-	143,946,960
Profit for the year	-	30,791,824	-	30,791,824
Other comprehensive income:				
Gain on revaluation of right of use assets	-	-	237,502,257	237,502,257
Remeasurement of actuarial losses on retirement benefit obligations	-	(3,668,000)	-	(3,668,000)
Deferred tax on remeasurement of retirement benefit obligations	-	550,200	-	550,200
Other comprehensive income for the year	-	(3,117,800)	-	(3,117,800)
Total comprehensive income for the year	-	27,674,024	237,502,257	265,176,281
At 31 December 2023	7,500,000	164,120,984	237,502,257	409,123,241

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
For the year ended 31 December 2024

The Company	Stated capital Rs	Retained earnings Rs	Total equity Rs
At 01 January 2024	**7,500,000**	**401,624,271**	**409,124,271**
Transaction with the shareholder:			
Dividends (Note 18.1)	-	(160,000,000)	(160,000,000)
Profit for the year	-	125,282,874	125,282,874
Other comprehensive income:			
Remeasurement of actuarial losses on retirement benefit obligations	-	(193,000)	(193,000)
Deferred tax on remeasurement of retirement benefit obligations	-	(28,950)	(28,950)
Other comprehensive income for the year	-	(221,950)	(221,950)
Total comprehensive income for the year	-	(34,939,076)	(34,939,076)
At 31 December 2024	**7,500,000**	**366,685,195**	**374,185,195**
At 01 January 2023	7,500,000	136,447,490	143,947,490
Profit for the year	-	268,294,581	268,294,581
Other comprehensive income:			
Remeasurement of actuarial losses on retirement benefit obligations	-	(3,668,000)	(3,668,000)
Deferred tax on remeasurement of retirement benefit obligations	-	550,200	550,200
Other comprehensive income for the year	-	(3,117,800)	(3,117,800)
Total comprehensive income for the year	-	265,176,781	265,176,781
At 31 December 2023	7,500,000	401,624,271	409,124,271

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended 31 December 2024

	Notes	The Group 2024 Rs	The Group 2023 Rs	The Company 2024 Rs	The Company 2023 Rs
Cash flows from operating activities					
Profit before tax		**146,161,762**	279,645,972	**155,313,019**	279,646,472
Adjustments for:					
Fair value gain		**-**	(237,502,257)	**-**	(237,502,257)
Depreciation	10	**30,055,678**	20,387,453	**30,055,678**	20,387,453
Amortisation	11	**160,453**	199,520	**160,453**	199,520
Interest expense		**47,478,255**	29,010,285	**38,327,498**	29,010,285
Movement in retirement benefit obligations	21	**279,000**	1,714,000	**279,000**	1,714,000
Operating profit before working capital changes		**224,135,148**	93,454,973	**224,135,648**	93,455,473
Changes in working capital:					
Change in inventories	13	**(32,962,224)**	(26,049,821)	**(32,962,224)**	(18,836,105)
Change in trade and other receivables and contract assets	14 & 15	**80,831,413**	(817,861,682)	**52,612,987**	(212,699,134)
Change in trade and other payables and contract liabilities	22 & 23	**(516,181,649)**	777,771,002	**(491,833,309)**	414,010,180
Cash (used in)/ generated from operating activities		**(244,177,312)**	27,314,472	**(248,046,898)**	275,930,414
Interest paid		**(29,516,359)**	(21,513,708)	**(29,516,359)**	(21,513,708)
Tax paid	9(a)	**(4,777,406)**	(2,041,128)	**(4,777,406)**	(2,041,128)
Retirement benefits paid	21(a)	**-**	(580,000)	**-**	(580,000)
Net cash (used in)/ generated from operating activities		**(278,471,077)**	3,179,636	**(282,340,663)**	251,795,578
Cash flows from investing activities					
Purchase of property, plant and equipment	10	**(26,289,009)**	(13,627,231)	**(26,289,009)**	(13,627,231)
Purchase of intangible assets	11	**-**	(19,666)		(19,666)
Proceeds from asset held for sale		**-**	11,500,000	**-**	11,500,000
Acquisition of right-of-use assets		**(9,593,350)**	(34,803,691)	**(9,593,350)**	(34,803,691)
Loan (repaid)/given to related parties (net)		**(68,267,891)**	(408,680,919)	**(68,267,891)**	34,158,772
Net cash used in investing activities		**(104,150,250)**	(445,631,507)	**(104,150,250)**	(2,791,816)

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD
CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
For the year ended 31 December 2024

	Notes	The Group		The Company	
		2024	2023	2024	2023
		Rs	Rs	Rs	Rs
Cash flows from financing activities					
Proceeds from borrowings		**106,828,428**	27,710,598	**106,828,428**	27,710,598
Repayment of borrowings		**-**	(116,403,597)	**-**	(116,403,597)
Loan received by related parties	16(b)	**206,119,303**	138,325,372	**206,119,303**	45,893,938
Net (repayments)/receipts under lease agreements	20	**(25,859,924)**	128,503,286	**(21,990,338)**	(15,148,885)
Dividends paid		**(160,000,000)**	-	**(160,000,000)**	-
Net cash generated from/(used in) financing activities*		**127,087,807**	178,135,659	**130,957,393**	(57,947,946)
Movement in cash and cash equivalents		**(255,533,520)**	(264,316,212)	**(255,533,520)**	191,055,816
At 01 January		**60,549,623**	-	**60,549,623**	(130,506,193)
On consolidation		**-**	324,865,835	**-**	-
At 31 December		**(194,983,897)**	60,549,623	**(194,983,897)**	60,549,623
Cash and cash equivalents made up of:					
Cash in hand and cash at bank	17	**650,545**	232,116,822	**650,545**	232,116,822
Bank overdrafts	19	**(195,634,442)**	(171,567,199)	**(195,634,442)**	(171,567,199)
		(194,983,897)	60,549,623	**(194,983,897)**	60,549,623
Non-cash transactions:					
Acquisition of shares in subsidiary		**-**	-	**-**	(431,913,314)
Payable to subsidiary		**-**	-	**-**	139,451,706
Derecognition of right-of-use assets		**-**	(337,590,000)	**-**	337,590,000
Derecognition of lease liabilities		**-**	129,069,150	**-**	(129,069,150)
Transfer of contract assets		**-**	(94,323,315)	**-**	60,245,540
Transfer of contract liabilities		**-**	28,577,245	**-**	(28,577,245)
Transfer of trade receivables		**-**	-	**-**	34,077,775
Transfer of other asset		**-**	(18,194,688)	**-**	18,194,688
Recognition of right-of-use assets		**(11,904,571)**	-	**(11,904,571)**	-
Recognition of lease liabilities		**11,904,571**	-	**11,904,571**	-

**For reconciliation of liabilities arising from financing activities, refer to Note 24.*

The notes on pages 26 to 69 form part of the consolidated financial statements.

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 December 2024

1. GENERAL INFORMATION

Hyvec Partners Ltd, the "Company", is a private company incorporated in the Republic of Mauritius on 10 June 1993 and its main activity consists of building and civil contracting. Its registered office and principal place of business is situated at Hyvec House, Lot 22, Bank Street, Cybercity, Ebene, Republic of Mauritius.

The Company and its subsidiary are together referred as the "Group".

1.1 Basis of preparation

(i) Statement of compliance

The consolidated financial statements have been prepared in accordance with the IFRS Accounting Standards as issued by the International Accounting Standards Board.

(ii) Going concern

The consolidated financial statements have been prepared on the assumption the Group operates on a going concern basis, which assumes the Group will be able to discharge its liabilities as they fall due. The directors have assessed the going concern status of the Group at the reporting date and concluded that there is a reasonable expectation that the Group has and will have adequate resources to continue in operational existence for the foreseeable future.

2. APPLICATION OF NEW AND REVISED IFRS

2.1 New and revised standards that are effective for the year beginning on 01 January 2024

In the current year, the following amendments to existing standards issued by the IASB became mandatory for the first time for the financial year beginning on 01 January 2024:

IAS 1	Classification of Liabilities as Current or Non-current (Amendments to IAS 1)
IFRS 16	Lease Liability in a Sale and Leaseback (Amendments to IFRS 16)
IAS 1	Non-current Liabilities with Covenants (Amendments to IAS 1)
IAS 7 and IFRS 7	Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)

Management has assessed the impact of the above amendments to existing standards and concluded that none of these have a significant impact on the consolidated financial statements.

2.2 Standards and amendments to existing standards that are not yet effective and have not been adopted early by the Group

At the date of authorisation of these consolidated financial statements, certain new standards and amendments to existing standards have been published but are not yet effective and have not been adopted early by the Group.

Management anticipates that all of the relevant pronouncements, as applicable to the Group's activities, will be adopted in the Group's accounting policies for the first year beginning after the effective date of the pronouncements. Information on new standards and amendments to existing standards is provided below:

IAS 21	Lack of Exchangeability (Amendments to IAS 21)
IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7)

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 December 2024

2. APPLICATION OF NEW AND REVISED IFRS (CONTINUED)

2.2 Standards and amendments to existing standards that are not yet effective and have not been adopted early by the Group (continued)

Various Standards	Annual Improvements to IFRS Accounting Standards - Volume 11
IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7)
IFRS 18	Presentation and Disclosure in Financial Statements
IFRS 19	Subsidiaries without Public Accountability: Disclosures

Management has yet to assess the impact of the above new standards and amendments to existing standards on the consolidated financial statements.

3. MATERIAL ACCOUNTING POLICY INFORMATION

3.1 Overall considerations

The consolidated financial statements have been prepared using the material accounting policies and measurement bases summarised below.

3.2 Basis of consolidation

The Group financial statements consolidate those of the parent company and of its subsidiary. The parent controls a subsidiary if it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. The subsidiary has a reporting date of 31 December.

All transactions and balances between Company and its subsidiary are eliminated on consolidation, including unrealised gains and losses on transactions between Company and its subsidiary. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from a group perspective. Amounts reported in the financial statements of the subsidiary have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Profit or loss and other comprehensive income of a subsidiary acquired or disposed of during the year are recognised from the effective date of acquisition, or up to the effective date of disposal, as applicable.

3.3 Business combinations

The Group applies the acquisition method in accounting for business combinations. The consideration transferred by the Group to obtain control of a subsidiary is calculated as the sum of the acquisition-date fair values of assets transferred, liabilities incurred and the equity interests issued by the Group, which includes the fair value of any asset or liability arising from a contingent consideration arrangement. Acquisition costs are expensed as incurred.

The Group recognises identifiable assets acquired and liabilities assumed in a business combination regardless of whether they have been previously recognised in the acquiree's financial statements prior to the acquisition. Assets acquired and liabilities assumed are generally measured at their acquisition-date fair values.

Goodwill is stated after separate recognition of identifiable intangible assets. It is calculated as the excess of the sum of (a) fair value of consideration transferred, (b) the recognised amount of any non-controlling interest in the acquire and (c) acquisition-date fair value of any existing equity interest in the acquisition, over the acquisition-date fair values of identifiable net assets. If the fair values of identifiable net assets exceed the sum calculated above, the excess amount (i.e gain on a bargain purchase) is recognised in profit or loss immediately.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.4 Foreign currency translation

Presentation and functional currency

The consolidated financial statements are presented in Mauritian Rupees ("MUR" or "Rs") (presentation currency) which is also the currency of the primary economic environment in which the Group operates (functional currency).

Transaction and balances

Foreign currency transactions are translated into the functional currency of the Group, using the exchange rates prevailing at the dates of the transaction. 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 in the consolidated statement of profit or loss and other comprehensive income.

Non-monetary items that are measured at historical cost in a foreign currency are translated using rate at the date of transaction.

3.5 Financial instruments

Recognition and derecognition

Financial assets and liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the contractual rights to the cash flow from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Classification and initial measurement of financial assets

Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price in accordance with IFRS 15, all financial assets are initially measured at fair value adjusted for transaction costs where applicable.

Financial assets are classified into the following categories:

- Amortised cost
- Fair value through profit or loss ("FVTPL")
- Fair value through other comprehensive income (FVOCI)

The classification is determined by both:

- The Group's business model for managing the financial asset.
- The contractual cash flow characteristics of the financial asset.

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance income or other financial items, except for impairment of trade receivables which is presented within administrative expenses.

Business model assessment

The Group makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed, and information is provided to management.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.5 Financial instruments (continued)

Classification and initial measurement of financial assets (continued)

Assessment whether contractual cash flows are solely payments of principal and interest.

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g., liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition.

Subsequent measurement of financial assets

Financial assets at amortised cost

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVTPL):

- They are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows; and
- The contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where receivables or contract assets do not contain a significant financing component. The Group's contract assets, loan to related parties, cash and cash equivalents and trade and most other receivables fall into this category of financial instruments.

Impairment of financial assets

The Group recognises an allowance for expected credit losses (ECLs) for all trade receivables, contract assets and loan to related parties. ECLs are based on the difference between the contractual cash flows due and all the cash flows that the Group expects to receive.

The Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group determined based on historical experience and expectations that the ECL on its trade receivable is insignificant and was not recorded.

The Group considers a financial asset to be in default when contractual payments are 90 days past due. However, in certain cases, the Group may also consider a financial asset to be in default when internal or external information indicates that the Group is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Group. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

For all other financial instruments where there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months.

For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default.

HYVEC PARTNERS LTD
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3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.5 Financial instruments (continued)

Impairment of financial assets (continued)

In assessing whether the credit risk on a financial instrument has increased significantly since initial recognition, the Group compares the risk of default occurring on the financial instrument at the reporting date with the risk of a default occurring on the financial instrument at the date of initial recognition. In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort.

Write-off of financial assets

The Group assesses any write-off to be made on trade receivables, contract assets and loan to related parties on a case-to-case basis when there is sufficient evidence that the amount receivable will no longer be recoverable.

Classification and measurement financial liabilities

The Group's financial liabilities include trade and other payables, contract liabilities, lease liabilities, loan from related parties and borrowings.

Financial liabilities are initially measured at fair value and adjusted for transaction costs. Subsequently, financial liabilities are measured at amortised cost using the effective interest method.

All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the consolidated statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

3.6 Property, plant and equipment

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Depreciation is calculated to write off the cost of property, plant and equipment on a straight-line basis over the expected useful lives of the assets concerned. Property, plant and equipment held under finance leases are depreciated over their expected useful lives on the same basis as owned assets.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the assets and is recognised in the statement of profit or loss.

The principal annual rates used for the purpose are:

Other equipment	10%
Electrical equipment	10%
Furniture & fittings	10%
Motor vehicles	20%
Computer equipment	20%
Right-of-use assets	2% to 20%

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.7 Investment in subsidiary

A subsidiary is an entity over which the Company has control. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has ability to affect those returns through its power over the entity. A subsidiary is fully consolidated from date on which control is transferred to the Company. They are deconsolidated from date that control ceases.

Investment in subsidiary is stated at cost. Where an indication of impairment exists, the recoverable amount of the investments is assessed. Where the carrying amount of the investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is charged to statement of profit or loss. On disposal of the investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to statement of comprehensive income.

3.8 Leases

The Group considers whether a contract is or contains a lease. A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'. To apply this definition the Group assesses whether the contract meets three key evaluations which are whether:

- The contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the Group.

- The Group has the right to obtain substantially all the economic benefits from use of the identified asset throughout the period of use, considering its rights within the defined scope of the contract.

- The Group has the right to direct the use of the identified asset throughout the period of use. The Group assesses whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

Measurement and recognition of leased assets as a lessee

At the lease commencement date, the Group recognised a right-of-use asset and a lease liability on the statement of financial position. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Group, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance at the lease commencement date (net of any incentives received).

The Group has the option to revalue its leases of land by external professional valuer.

The Group depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Group also assesses the right-of-use asset for impairment when such indicators exist.

At the commencement date, the Group measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Group's incremental borrowing rate.

Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed), variable payments based on an index or rate, amounts expected to be payable under a residual value guarantee and payments arising from options reasonably certain to be exercised.

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is remeasured to reflect any reassessment or modification, a change in lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such payments) or a change in the assessment of an option to purchase the underlying asset.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.8 Leases (continued)

Measurement and recognition of leased assets as a lessee (continued)

When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

The Group has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognising a right-of-use asset and lease liability, the payments in relation to these are recognised as an expense in profit or loss on a straight-line basis over the lease term.

On the consolidated statement of financial position, right-of-use assets have been included in property, plant and equipment and lease liabilities have been disclosed separately.

3.9 Intangible assets

Intangible assets consist of computer software that is not considered to form an integral part of any hardware equipment. The software is capitalised at cost and amortised over its estimated useful life. The principal annual rate used for the purpose is 20%.

Intangible assets are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible assets may be impaired. The amortisation period and the amortisation method are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets is recognised in the statement of profit or loss in the expense category that is consistent with the function of the intangible asset.

Gains and losses arising from derecognition of intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the consolidated statement of profit or loss when the asset is derecognised.

3.10 Inventories

Inventories are valued at the lower of cost and net realisable value. In general, cost is determined on a weighted average basis. The cost of inventories comprises all costs of purchase, costs of conversion and other costs, including a proportion of relevant overheads, incurred in bringing them to their present location and condition. Net realisable value is the selling price in the ordinary course of business, less the costs of completion and selling expenses.

3.11 Construction contracts

(i) Recognition of profit or loss on contracts

The profit on a construction contract is recognised as soon as it can be estimated reliably. Losses are recognised as soon as the loss is foreseen. The full amount of the anticipated loss, including any loss related to future work on the contract, is recognised in the period in which the loss is identified.

Contract revenue is measured at the fair value of the consideration receivable based on the value of works completed and certified by independent quantity surveyors. Revenue is recognised only to the extent of contract costs incurred that it is probable will be recoverable.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.11 Construction contracts (continued)

(ii) Contract revenue/contract costs/contract assets

Contract costs comprise of the following:

- Costs that relate directly to a specific contract;
- Costs that are attributable to contract activity in general and can be allocated to the contract; and
- Such other costs are specifically chargeable to the customer under the terms of the contract.

Contract costs are recognised and expensed in the period in which they are incurred. In determining costs incurred up to the reporting date, any costs relating to future activity on a contract and not yet certified are excluded and shown as contracts assets.

(iii) Retentions

Retentions are amounts of progress billings which are not paid until the satisfaction of conditions specified in the contract for the payment of such amounts or until defects have been rectified.

Progress billings are amounts billed for work performed on a contract whether or not they have been paid by the customer. Retentions are recognised on the basis of percentage of completion method, and are recorded as revenue to the extent that probable economic benefits associated with the contract will flow to the Group, based on retention percentage stipulated in the contract.

(iv) Contract liabilities

Advances are amounts received by the Group before the related work is performed and are recognised as a liability. The Group recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other contract liabilities in the consolidated statement of financial position.

3.12 Cash and cash equivalents

Cash and cash equivalents in the consolidated statement of financial position comprise cash at bank, cash in hand and highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of change in value.

For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of cash, net of outstanding bank overdrafts as they are considered an integral part of the Group's cash management.

The Group considers its deposits short term (and therefore highly liquid) when the original contractual maturity is 3 months or less.

Bank overdrafts are shown within borrowings under current liabilities.

3.13 Stated capital

Stated capital is determined using the nominal value of shares that have been issued.

Retained earnings include all current and prior years' results.

Dividend distributions payable to the equity shareholder are included in current liabilities when the dividends have been approved by the Board prior to the reporting date.

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3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.14 Retirement benefit obligations

The present value of retirement benefits in respect of the Workers' Rights Act 2019 is recognised in the consolidated statement of financial position as a non-current liability. The valuation is carried out annually by a firm of qualified actuaries.

Defined benefit costs are categorised as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Remeasurement

The Group presents the above first two components of defined benefit costs in consolidated statement of profit or loss. Contributions to the Contribution Social Generalisee (CSG) are expensed to the consolidated statement of profit or loss in the period in which they fall due.

3.15 Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the consolidated statement of financial position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other income or finance costs.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

3.16 Borrowing costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings, pending their expenditure on qualifying assets, is deducted from the borrowing costs eligible for capitalisation. Other borrowing costs are expensed in the period in which they are incurred.

3.17 Taxation

Income tax expense represents the sum of the current tax payable and deferred tax.

(i) Current tax

The current tax payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the consolidated statement of profit or loss and other comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.17 Taxation (continued)

(ii) Deferred taxation

Deferred taxation is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

The Group offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities.

(iii) Current and deferred tax for the year

Current and deferred tax are recognised as an expense or income in profit or loss, except when they relate to items that are recognised outside of profit or loss (whether in other comprehensive income or directly in equity), in which case the tax is also recognised outside of profit or loss.

(iv) Corporate Social Responsibility (CSR)

The Company and its subsidiary are subject to Corporate Social Responsibility Fund and the contribution is at a rate of 2% on the chargeable income of the preceding financial year.

(v) CCR Levy

The contribution to the Corporate Climate Responsibility Levy ("CCR") is at the rate of 2% on the chargeable income as from the year of assessment commencing 01 July 2024.

3.18 Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit or loss net of any reimbursement.

3.19 Revenue recognition

To determine whether to recognise revenue, the Group ensures that the following five conditions are satisfied:

1. Identifying the contract with a customer.
2. Identifying the performance obligations.
3. Determining the transaction price.
4. Allocating the transaction price to the performance obligations.
5. Recognising revenue when/as performance obligation(s) are satisfied.

Revenue is recognised either at a point in time or over time, when (or as) the Group satisfies performance obligations by transferring the promised goods or services to its customers.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.19 Other revenue recognition (continued)

Sales of materials

Revenue from the sales of materials is recognised when the materials have been delivered and it is probable that the economic benefits associated with the transaction will flow to the Group.

Interest income

Interest income is recognised on an accrual basis, unless collectability is in doubt.

Dividend income is recognised when the right to receive payment is recognised.

3.20 Operating expenses

Operating expenses are recognised in profit or loss upon utilisation of the services or as incurred.

3.21 Related parties

A related party is a person or company where that person or company has control or joint control of the reporting company; has significant influence over the reporting company; or is a member of the key management personnel of the reporting company or of a parent of the reporting company.

3.22 Comparatives

Comparative figures have been adjusted, where necessary, to conform with current year's presentation.

3.23 Contingencies

A contingent liability is disclosed when:

(a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group; or

(b) A present obligation that arises from past events but is not recognised because:

   i. It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
   ii. The amount of the obligation cannot be measured with sufficient reliability.

The Group assesses contingent liabilities on a regular basis to determine whether an outflow of resources embodying economic benefits has become probable. If it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability, a provision is recognised in the consolidated financial statements of the period in which the change in probability occurs.

A contingent asset is disclosed when an inflow of economic benefits is probable and it arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group.

The Group assesses contingent assets on a regular basis to determine whether it had become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognised in the consolidated financial statements of the period in which the change occurs.

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.24 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

3.25 Current versus non-current classification

The Group presents assets and liabilities in consolidated statement of financial position based on current/non-current classification. An asset is current when it is:

- expected to be realised or intended to be sold or consumed in normal operating cycle;
- held primarily for the purpose of trading;
- expected to be realised within twelve months after the reporting period; or
- cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- it is expected to be settled in normal operating cycle;
- it is held primarily for the purpose of trading;
- it is due to be settled within twelve months after the reporting period; or
- there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

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4. FINANCIAL INSTRUMENT RISK

The Group's activities expose it to a variety of financial risks, namely market risk (foreign currency risk and interest rate risks), credit and liquidity risks. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance of the Group. The Board of directors reviews and agrees policies for managing each of the risks which are summarised below:

(i) Credit risk

The Group takes on exposure to credit risk, which is the risk that a customer or counterparty will be unable to pay amounts in full when due. With respect to credit risk arising from financial assets which comprise cash and cash equivalents, trade and other receivables, contract assets and loan to related parties, the Group's exposure arises from the default of the counterparty, with a maximum exposure equal to the carrying amount of these financial assets at the reporting date.

The maximum exposure to credit risk at the reporting date is equal to the carrying amount of these assets as shown in the consolidated statement of financial position.

	The Group		**The Company**	
	2024	**2023**	**2024**	2023
	Rs	**Rs**	**Rs**	Rs
Trade and other receivables*	**502,375,263**	772,099,033	**648,208,994**	772,099,033
Contract assets**	**186,667,668**	114,103,330	**91,757,664**	19,780,015
Loan to related parties	**476,948,810**	408,680,919	**476,948,810**	408,680,919
Cash and cash equivalents	**650,545**	232,116,822	**650,545**	232,116,822
	1,166,642,286	1,527,000,104	**1,217,566,013**	1,432,676,789

*At Company level, trade and other receivables exclude prepayments of **Rs 874,609** (2023: Rs 6,708,788), tax deducted at source receivable of **Rs 6,152,448** (2023: Rs 8,445,013) and other receivables of **Rs 1,158,000** (2023: Rs 2,004,721).

At Group level, trade and other receivables exclude prepayments of **Rs 874,609** (2023: Rs 6,708,788), tax deducted at source receivable of **Rs 6,152,448** (2023: Rs 8,445,013) and other receivables of **Rs 1,158,000** (2023: Rs 20,199,408).

Contract assets exclude advance payment to subcontractors **Rs Nil (2023: Rs 2,292,248).

Trade and other receivables, contract assets and loan to related parties

Credit risk on trade receivables, other than with related parties, and contract assets is managed by ensuring that credit is extended to customers with an established credit history. The credit history is determined by considering the financial position, trading experience and other relevant factors. As the Group operates in the construction sector, the credit risk is managed via bank guarantees and security bonds given by the clients and also considering the sponsors of the projects undertaken. The Group monitors its credit terms given to clients through the contractual terms agreed upon.

For loan to related parties and trade receivables from related parties, the Group manages the receivables through considering the purpose of receivables and their financial position and forecast cash flows and also the guarantees provided by the beneficial owner in making good losses that may arise from default.

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 December 2024

4. FINANCIAL INSTRUMENT RISK (CONTINUED)

(i) Credit risk (continued)

At 31 December 2024, the ageing of trade receivables, contract assets and loan to related parties that were not impaired were as follows:

The Group	0 – 60 days Rs	61 – 180 days Rs	More than 180 days past due Rs	Total Rs
31 December 2024				
Trade and other receivables	**76,631,675**	**75,508,578**	**350,235,010**	**502,375,263**
Contract assets	**186,667,668**	**-**	**-**	**186,667,668**
Loan to related parties	**476,948,810**	**-**	**-**	**476,948,810**
	740,248,153	**75,508,578**	**350,235,010**	**1,165,991,741**

The Group	0 – 60 days Rs	61 – 180 days Rs	More than 180 days past due Rs	Total Rs
31 December 2023				
Trade and other receivables	642,679,552	12,661,502	116,757,979	772,099,033
Contract assets	114,103,330	-	-	114,103,330
Loan to related parties	408,680,919	-	-	408,680,919
	1,165,463,801	12,661,502	116,757,979	1,294,883,282

The Company	0 – 60 days Rs	61 – 180 days Rs	More than 180 days past due Rs	Total Rs
31 December 2024				
Trade and other receivables	**222,465,406**	**75,508,578**	**350,235,010**	**648,208,994**
Contract assets	**91,757,664**	**-**	**-**	**91,757,664**
Loan to related parties	**476,948,810**	**-**	**-**	**476,948,810**
	791,171,880	**75,508,578**	**350,235,010**	**1,216,915,468**

The Company	0 – 60 days Rs	61 – 180 days Rs	More than 180 days past due Rs	Total Rs
31 December 2023				
Trade and other receivables	642,679,552	12,661,502	116,757,979	772,099,033
Contract assets	19,780,015	-	-	19,780,015
Loan to related parties	408,680,919	-	-	408,680,919
	1,071,140,486	12,661,502	116,757,979	1,200,559,967

Management has determined that the unimpaired trade receivables and contract assets that are past due by more than 60 and 180 days are collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk and also the profile of the clients.

No expected credit losses have been recognised in 2023 and 2024.

Cash and cash equivalents

The Group had cash and cash equivalents of **Rs 650,545** at 31 December 2024 (2023: Rs 232,116,822). The cash and cash equivalents are held with reputable banks and financial institution counterparties.

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4. FINANCIAL INSTRUMENT RISK (CONTINUED)

(ii) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group aims to maintain the level of its cash and cash equivalents at an amount in excess of expected cash outflows on financial liabilities. The Group also monitors the level of expected cash inflows on trade and other receivables together with expected cash outflows on trade and other payables. This excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

Contractual cash flows

The following are the contractual maturities of financial liabilities for the Group:

The Group	Carrying Amount Rs	Contractual cash flows Rs	Less than one year Rs	1-5 years Rs
At 31 December 2024				
Bank overdrafts	**195,634,442**	**195,634,442**	**195,634,442**	**-**
Trade and other payables*	**197,641,820**	**197,641,820**	**197,641,820**	**-**
Lease liabilities	**369,075,556**	**394,243,643**	**39,042,253**	**355,201,390**
Contract liabilities	**73,960,718**	**73,960,718**	**73,960,718**	**-**
Borrowings	**400,712,313**	**433,771,079**	**423,013,961**	**10,757,118**
Loan from related parties	**344,444,675**	**344,444,675**	**344,444,675**	**-**
	1,581,469,524	**1,639,696,377**	**1,273,737,869**	**365,958,508**

The Group	Carrying Amount Rs	Contractual cash flows Rs	Less than one year Rs	1-5 years Rs
At 31 December 2023				
Bank overdrafts	171,567,199	171,567,199	171,567,199	-
Trade and other payables*	131,565,023	131,565,023	131,565,023	-
Lease liabilities	265,069,013	283,173,989	162,846,014	120,327,975
Contract liabilities	668,181,364	668,181,364	668,181,364	-
Borrowings	293,883,885	318,129,306	304,735,523	13,393,783
Loan from related parties	138,325,372	138,325,372	138,325,372	-
	1,668,591,856	1,710,942,253	1,577,220,495	133,721,758

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4. FINANCIAL INSTRUMENT RISK (CONTINUED)

(ii) Liquidity risk (continued)

Contractual cash flows (continued)

The Company	Carrying Amount Rs	Contractual cash flows Rs	Less than one year Rs	More than one year Rs
At 31 December 2024				
Bank overdrafts	**195,634,442**	**195,634,442**	**195,634,442**	**-**
Trade and other payables*	**343,475,551**	**343,475,551**	**343,475,551**	**-**
Lease liabilities	**234,725,235**	**250,488,800**	**39,042,253**	**211,446,547**
Contract liabilities	**73,960,718**	**73,960,718**	**73,960,718**	**-**
Borrowings	**400,712,313**	**433,771,079**	**423,013,961**	**10,757,118**
Loan from related parties	**344,444,675**	**344,444,675**	**344,444,675**	**-**
	1,592,952,934	**1,641,775,265**	**1,419,571,600**	**222,203,665**

The Company	Carrying Amount Rs	Contractual cash flows Rs	Less than one year Rs	More than one year Rs
At 31 December 2023				
Bank overdrafts	171,567,199	171,567,199	171,567,199	-
Trade and other payables*	271,015,701	271,015,701	271,015,701	-
Lease liabilities	135,999,863	145,069,996	24,742,021	120,327,975
Contract liabilities	639,604,119	639,604,119	639,604,119	639,604,119
Borrowings	293,883,885	318,129,306	304,735,523	13,393,783
Loan from related parties	138,325,372	138,325,372	138,325,372	138,325,372
	1,650,396,139	1,683,711,693	1,549,989,935	911,651,249

*Financial liabilities exclude payables for pay as you earn of **Rs 942,444** (2023: Rs 1,059,845), national pension fund of **Rs 615,562** (2023: Rs 3,313,114), contribution sociale généralisé (CSG) of **Rs 2,499,488** (2023: Rs 1,723,397), value added tax of **Rs 3,220,879** (2023: Rs Nil) and tax deducted at source of **Rs 673,727** (2023: Rs 505,502).

(iii) Market risk

Market risk is the risk that changes in market prices - such as foreign exchange rates, interest rates and equity prices - will affect the Group' s income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

The Group manages market risks by keeping costs low through various cost optimisation programs.

(i) *Currency risk*

Currency risk is the risk that the fair value of future cash flows of financial instrument will fluctuate because of changes in foreign exchange rate.

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4. FINANCIAL INSTRUMENT RISK (CONTINUED)

(iii) Market risk (continued)

The Group, based on operations to date, has limited exposure to currency risks on its operations which is mostly earned and disbursed in its functional currency (Rs).

The currency profile of the Group's financial assets and liabilities is summarised as follows:

The Group	Financial assets 2024 Rs	Financial liabilities 2024 Rs	Financial assets 2023 Rs	Financial liabilities 2023 Rs
MUR	**1,085,120,300**	**1,530,022,791**	1,510,041,108	1,668,591,840
USD	**80,743,450**	**51,446,733**	10,066,531	16
EUR	**778,536**	**-**	6,892,465	-
	1,166,642,286	**1,581,469,524**	1,527,000,104	1,668,591,856

The Company	Financial assets 2024 Rs	Financial liabilities 2024 Rs	Financial assets 2023 Rs	Financial liabilities 2023 Rs
MUR	**1,136,044,027**	**1,541,506,201**	1,415,717,793	1,650,396,123
USD	**80,743,450**	**51,446,733**	10,066,531	16
EUR	**778,536**	**-**	6,892,465	-
	1,217,566,013	**1,592,952,934**	1,432,676,789	1,650,396,139

Sensitivity analysis

The following table details the Group's sensitivity to a +/-6% (2023: 5%) change of MUR/USD and +/-3% (2023: 5%) change of MUR/EUR. An increase in USD and EUR will lead to an overall increase in profit and equity as shown below, and vice versa.

	The Group 2024 Rs Impact	The Group 2023 Rs Impact
USD	**1,757,803**	503,326
EUR	**23,356**	344,623
Total	**1,781,159**	847,949

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4. FINANCIAL INSTRUMENT RISK (CONTINUED)

(iii) Market risk (continued)

(ii) *Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in market interest rates. The Group is exposed to interest rate risk as it borrows funds at floating interest rates.

The interest rates profile of the financial liabilities at 31 December was:

	Bank overdrafts Floating interest rate		Finance leases Floating interest rate		Bank loans Floating interest rate	
	2024	2023	**2024**	2023	**2024**	2023
Mauritian Rupee	**From 7.5% to 9%**	From 6.5% to 9.5%	**From 7.5% to 9%**	From 6.75% to 9.4%	**From 7.5% to 9%**	From 6.5% to 9.5%

Sensitivity analysis for variable rate instruments

The sensitivity analysis below has been determined based on the exposure to interest rates for the interest-bearing financial liabilities at the report date. The analysis is prepared assuming the amount of liability outstanding at the reporting date was outstanding for the whole year.

If interest rates had been 25 basis points higher and all other variables were held constant, the Group's profit for the year would have decreased as follows:

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
Decrease in profit and equity	**2,413,556**	1,503,627	**2,077,680**	1,503,627

(iv) Classification and fair values

Except where stated elsewhere, the carrying amounts of the Group's financial assets and financial liabilities approximate their fair values.

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
Financial assets at amortised cost				
Trade and other receivables	**502,375,263**	772,099,033	**648,208,994**	772,099,033
Contract assets	**186,667,668**	114,103,330	**91,757,664**	19,780,015
Loan to related parties	**476,948,810**	408,680,919	**476,948,810**	408,680,919
Cash and cash equivalents	**650,545**	232,116,822	**650,545**	232,116,822
	1,166,642,286	1,527,000,104	**1,217,566,013**	1,432,676,789

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4. FINANCIAL INSTRUMENT RISK (CONTINUED)

(iv) Classification and fair values (continued)

Except where stated elsewhere, the carrying amounts of the Group's financial assets and financial liabilities approximate their fair values.

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
Financial liabilities at amortised cost				
Bank overdrafts	**195,634,442**	171,567,199	**195,634,442**	171,567,199
Trade and other payables	**197,641,820**	131,565,023	**343,475,551**	271,015,701
Lease liabilities	**369,075,556**	265,069,013	**234,725,235**	135,999,863
Contract liabilities	**73,960,718**	668,181,364	**73,960,718**	639,604,119
Borrowings	**400,712,313**	293,883,885	**400,712,313**	293,883,885
Loans from related parties	**344,444,675**	138,325,372	**344,444,675**	138,325,372
	1,581,469,524	1,668,591,856	**1,592,952,934**	1,650,396,139

(v) Capital management policies and procedures

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor, market and other stakeholders' confidence and to sustain future development of the business.

The Company actively and regularly reviews and manages its capital position to maintain a balance between its liability and equity level.

The management of the Group's capital position is undertaken by the management team. The latter ensures that the Company is adequately capitalised to meet economic requirements. The management team meets on a regular basis and manages capital by taking into account key considerations which may include business developments, regulatory requirements, gap profitability and market movements such as foreign exchange and interest rate.

The Company monitors capital on the basis of the gearing ratio. For this purpose, net debt is defined as total liabilities, comprising of borrowings and lease liabilities less cash and cash equivalents.

The Group's gearing ratio at 31 December was as follows:

	The Group		The Company	
	2024	2024	**2024**	2023
	Rs	Rs	**Rs**	Rs
Total liabilities	**965,422,311**	730,520,097	**831,071,990**	601,450,947
Less: cash and cash equivalents (excluding bank overdrafts)	**(650,545)**	(232,116,822)	**(650,545)**	(232,116,822)
Total net debt	**964,771,766**	498,403,275	**830,421,445**	369,334,125
Total equity	**365,032,908**	409,123,241	**374,185,195**	409,124,271
Total capital	**1,329,804,624**	907,526,516	**1,204,606,640**	778,458,896
Gearing ratio	**73%**	55%	**69%**	47%

5. SIGNIFICANT MANAGEMENT JUDGEMENT IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY

When preparing the consolidated financial statements, management makes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

Significant management judgement

The following are significant management judgements in applying the accounting policies of the Group that have the most significant effect on the consolidated financial statements.

Recognition of deferred tax assets

The extent to which the deferred tax assets can be recognised is based on an assessment of the probability of the Group's future taxable income against which the deferred tax assets can be utilised.

Going concern

The directors have made an assessment of the Group's ability to continue as a going concern and are satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, the directors are not aware of any material uncertainties that may cast doubt upon the Group's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

Estimation uncertainty

Useful lives of depreciable assets

Management reviews its estimate of the useful lives and residual value of depreciable assets at each reporting date, based on the expected utility of the assets. At year end, management considered that the useful lives represent the expected utility of the assets of the Group. The carrying amounts are analysed in Notes 10 & 11.

Post-employment benefits

The present value of the pension obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost/(income) for post-employment benefits include the discount rate. Any changes in these assumptions will impact the carrying amount of post-employment benefits obligation.

The actuary determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the post-employment benefits obligation. In determining the appropriate discount rate, the Group considers the market yields on bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating the terms of the related post-employment benefits obligation.

Other key assumptions for post-employment benefits obligation are based on current market conditions. Additional information is disclosed in Note 21.

Impairment of financial assets

The Group uses the guidance of IFRS 9 to determine the degree of impairment of its financial assets. Management considers a broader range of information when assessing credit risk and estimating the credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the receivables. These estimates are based on assumptions about a number of factors and actual results may differ, resulting in future changes to the allowance.

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5. SIGNIFICANT MANAGEMENT JUDGEMENT IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY (CONTINUED)

Estimation uncertainty (continued)

Impairment of non-financial assets

The Group assesses whether there are any indicators of impairment for all non-financial assets at each reporting date. Non-financial assets are tested for impairment when there are indicators that the carrying amounts may not be recoverable. When value in use calculations are undertaken, the directors must estimate the expected future cash flows from the asset or cash generating unit and choose a suitable discount rate in order to calculate the present value of these cash flows.

Valuation of lease liabilities and right-of-use assets

The application of IFRS 16 requires the Group to make judgements that affect the valuation of the lease liabilities (Note 22) and the valuation of the right-of-use assets (Note 10). These include determining contracts in scope of IFRS 16, determining the contract term and determining the interest rate used for discounting of future cash flows.

The lease terms determined by the Group generally comprise of non-cancellable period of lease contracts. The same term is used is applied as economic useful life of right-of-use assets.

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Group would have to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Group would have to pay, which requires estimation when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.

6. REVENUE

	The Group and The Company	
	2024	2023
	Rs	Rs
Revenue from contracts with customers	**1,823,347,412**	1,171,405,824

(a) Disaggregation of revenue

Set out below is the disaggregation of revenue from contract with customers:		
Construction contract revenue	**1,867,332,163**	1,140,281,181
Sale of building materials	**-**	43,241,694
Share of loss in a joint project	**(43,984,751)**	(12,117,051)
	1,823,347,412	1,171,405,824

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6. REVENUE (CONTINUED)

(a) Disaggregation of revenue (continued)

	The Group and The Company	
	2024	2023
	Rs	Rs
Type of client		
Related parties	**237,494,356**	407,175,928
External parties		
- Government authorities	**1,260,863,561**	451,245,545
- Private companies	**324,989,495**	312,984,351
	1,823,347,412	1,171,405,824
Timing of revenue recognition		
Over time	**1,823,347,412**	1,128,164,130
At a point in time	**-**	43,241,694
	1,823,347,412	1,171,405,824

Revenue derived over time are earned on:

	The Group and The Company	
	2024	2023
	Rs	Rs
Short-term contracts	**35,602,677**	163,594,215
Long-term contracts	**1,787,744,735**	1,007,811,609
	1,823,347,412	1,171,405,824

The Group has disaggregated revenues from contracts with customers in terms of contract duration as projects profitability are normally analysed as being generated from short-term or long-term contracts. Short-term contracts are contracts having a duration of less than one year to completion date and long-term contracts are those having a duration of one year or more to completion date.

(b) Contract assets and liabilities

Refer to Notes 14 and 23 for information on contract assets and contract liabilities respectively.

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6. REVENUE (CONTINUED)

(c) Revenue recognised in relation to contract liabilities

The following table shows how much of the revenue recognised in the current reporting period relates to carried forward contract liabilities:

	The Group and The Company	
	2024	2023
	Rs	Rs
Advance from clients		
At 01 January	**623,035,599**	162,998,934
Amount received during the year	**8,911,938**	593,713,529
Amount recognised in revenue	**(557,986,819)**	(133,676,864)
At 31 December	**73,960,718**	623,035,599

7. OPERATING PROFIT

The operating profit is arrived at

	The Group and The Company	
	2024	2023
	Rs	Rs
(i) After crediting:		
Other operating income		
- Rental of equipment	**-**	1,434,782
- Profit on disposal of equipment	**-**	1,834,783
- Recharge of expenses to related parties	**50,454,590**	2,949,960
- Profit on sale of steel bars	**21,749,487**	13,496,651

	2024	2023
	Rs	Rs
(ii) And charging:		
Direct costs	**1,589,825,536**	1,030,829,350
Administrative expenses	**98,512,563**	67,165,039
Included in direct costs and operating expenses are:		
- Cost of inventories expensed	**51,862,445**	96,857,895
- Subcontracting costs	**387,821,991**	217,909,443
- Maintenance services	**6,552,742**	8,243,184
- Depreciation of property, plant and equipment (Note 10)	**30,055,678**	19,994,054
- Amortisation of intangible assets (Note 11)	**160,453**	199,520
- Staff costs	**485,697,241**	294,085,723
- Professional and consultancy fees	**65,537,473**	10,419,849

Staff costs		
- Wages and salaries	**465,453,824**	276,248,190
- Social securities	**15,378,327**	11,752,036
- Pension costs	**3,925,628**	2,745,813
- Other employee expenses	**939,462**	3,339,684
Total	**485,697,241**	294,085,723
- Number of employees at year end	**1,081**	962

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8. FINANCE COSTS

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
Interest expense is charged on interest-bearing liabilities as follows:				
- Bank overdrafts	**13,484,046**	12,134,150	**13,484,046**	12,134,150
- Loans	**29,516,359**	20,416,713	**29,516,359**	20,416,713
- Leases	**20,449,498**	8,593,572	**11,298,741**	8,593,572
- Other interests	**7,565,797**	10,307,454	**7,565,797**	10,307,454
	71,015,700	51,451,889	**61,864,943**	51,451,889

9. TAXATION

(a) Current tax

(i) Income tax reconciliation – The Company

The income tax expense for the year can be reconciled to the accounting profit as follows:

	2024	2023
	Rs	Rs
Profit before tax	**155,313,019**	279,646,472
Tax calculated at rate of 15%	**23,296,953**	41,946,971
Adjustments for:		
Income not subject to tax	**(7,227,779)**	(39,569,693)
Expenses not deductible	**8,006,470**	8,131,962
CCR levy	**3,210,086**	-
Other adjusting items	**1,401,230**	700,573
Deferred tax movement	**1,343,185**	142,078
Tax expense	**30,030,145**	11,351,891

(ii) Tax expense recognised in statement of profit or loss

	The Group and The Company	
	2024	2023
	Rs	Rs
Current income tax expense	**28,686,960**	11,209,813
Deferred tax expense	**1,343,185**	142,078
	30,030,145	11,351,891

(iii) Income tax recognised in other comprehensive income

	2024	2023
	Rs	Rs
Deferred tax (expense)/income	**(28,950)**	550,200

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9. TAXATION (CONTINUED)

(a) Current tax (continued)

(iv) Income tax recognised in statement of financial position

	The Group and The Company	
	2024	2023
	Rs	Rs
At 01 January	**2,746,376**	15,242
Charge for the year	**28,686,960**	11,304,127
Payments	**(4,777,406)**	(2,041,128)
Tax deducted at source receivable	**(10,565,116)**	(6,531,865)
At 31 December	**16,090,814**	2,746,376

(b) Deferred tax assets/(liabilities)

	Accelerated capital allowances Rs	**Retirement benefit obligations Rs**	**Total Rs**
At 01 January 2023	(2,067,167)	1,489,950	(577,217)
(Charged)/credited to profit or loss	(312,178)	170,100	(142,078)
Credited to other comprehensive income	-	550,200	550,200
At 31 December 2023	(2,379,345)	2,210,250	(169,095)
At 01 January 2024	**(2,379,345)**	**2,210,250**	**(169,095)**
Charged to profit or loss	**(1,301,335)**	**(41,850)**	**(1,343,185)**
Charged to other comprehensive income	**-**	**(28,950)**	**(28,950)**
At 31 December 2024	**(3,680,680)**	**2,139,450**	**(1,541,230)**

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10. PROPERTY, PLANT AND EQUIPMENT

The Group

	Other equipment	Electrical equipment	Furniture & fittings	Motor vehicles	Computer equipment	Total assets owned	Right-of-use assets	Total
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Cost								
On consolidation	**96,083,723**	**2,004,804**	**154,060**	**30,114,996**	**3,805,220**	**132,162,803**	**243,538,714**	**375,701,517**
Additions	12,287,020	70,435	-	500,000	769,776	13,627,231	272,305,948	285,933,179
Disposals	1,360,000	-	-	500,000	-	1,860,000	-	1,860,000
At 31 December 2023	**107,010,743**	**2,075,239**	**154,060**	**30,114,996**	**4,574,996**	**143,930,034**	**515,844,662**	**659,774,696**
Additions	24,915,728	-	94,704	173,913	1,104,664	26,289,009	121,497,920	147,786,930
At 31 December 2024	**131,926,471**	**2,075,239**	**248,764**	**30,288,909**	**5,679,660**	**170,219,043**	**637,342,582**	**807,561,626**
Accumulated depreciation								
On consolidation	**70,508,980**	**1,963,971**	**154,060**	**26,968,633**	**2,698,289**	**102,293,933**	**28,381,284**	**130,675,217**
Charge for the year	2,761,287	19,970	-	1,177,435	370,416	4,329,108	15,664,946	19,994,054
Disposal adjustment	1,360,000	-	-	500,000	-	1,860,000	-	1,860,000
At 31 December 2023	**71,910,267**	**1,983,941**	**154,060**	**27,646,068**	**3,068,705**	**104,763,041**	**44,046,230**	**148,809,271**
Charge for the year	6,951,374	21,143	8,681	1,097,725	539,042	8,617,966	21,437,712	30,055,678
At 31 December 2024	**78,861,641**	**2,005,084**	**162,741**	**28,743,793**	**3,607,747**	**113,381,007**	**65,483,942**	**178,864,949**
Net book values								
At 31 December 2024	**53,064,830**	**70,155**	**86,023**	**1,545,116**	**2,071,913**	**56,838,037**	**571,858,640**	**628,696,677**
At 31 December 2023	35,100,476	91,298	-	2,468,928	1,506,291	39,166,993	471,798,432	510,965,425

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10. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

The Company	Other equipment Rs	Electrical equipment Rs	Furniture & fittings Rs	Motor vehicles Rs	Computer equipment Rs	Total assets owned Rs	Right-of-use assets Rs	Total Rs
Cost								
At 01 January 2023	96,083,723	2,004,804	154,060	30,114,996	3,805,220	132,162,803	243,538,714	375,701,517
Additions	12,287,020	70,435	-	500,000	769,776	13,627,231	34,803,691	48,430,922
Revaluation gain	-	-	-	-	-	-	237,502,257	237,502,257
Disposals	1,360,000	-	-	500,000	-	1,860,000	343,090,531	344,950,531
At 31 December 2023	**107,010,743**	**2,075,239**	**154,060**	**30,114,996**	**4,574,996**	**143,930,034**	**172,754,131**	**316,684,165**
Additions	24,915,728	-	94,704	173,913	1,104,664	26,289,009	121,497,920	147,786,930
At 31 December 2024	**131,926,471**	**2,075,239**	**248,764**	**30,288,909**	**5,679,660**	**170,219,043**	**294,252,051**	**464,471,095**
Accumulated depreciation								
At 01 January 2023	70,508,980	1,963,971	154,060	26,968,633	2,698,289	102,293,933	28,381,284	130,675,217
Charge for the year	2,761,287	19,970		1,177,435	370,416	4,329,108	15,664,946	19,994,054
Disposal adjustment	1,360,000		-	500,000	-	1,860,000	5,500,531	7,360,531
At 31 December 2023	**71,910,267**	**1,983,941**	**154,060**	**27,646,068**	**3,068,705**	**104,763,041**	**38,545,699**	**143,308,740**
Charge for the year	6,951,374	21,143	8,681	1,097,725	539,042	8,617,966	21,437,712	30,055,678
At 31 December 2024	**78,861,641**	**2,005,084**	**162,741**	**28,743,793**	**3,607,747**	**113,381,007**	**59,983,411**	**173,364,418**
Net book values								
At 31 December 2024	**53,064,830**	**70,155**	**86,023**	**1,545,116**	**2,071,913**	**56,838,037**	**234,268,640**	**291,106,677**
At 31 December 2023	35,100,476	91,298	-	2,468,928	1,506,291	39,166,993	134,208,432	173,375,425

Property, plant and equipment have been pledged as security for bank facilities availed by the Group (Note 19).

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10. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Description of lease activities

(i) The Group leases plant and equipment which are used in the operations and motor vehicles which are used by employees to attend construction sites and customers. The leases are for a period ranging from 5 to 7 years with no extension option. The Group also has a leasing agreement for building situated at Hyvec House, Ebene for a term of 33 years.

(ii) The Company leases state land from the Government of Mauritius to the extent of 14,254m^2 for the construction of a hotel. In prior years, the Company had applied the principles of IFRS 16, Leases, and had recognised corresponding right-of-use assets and lease liabilities in respect of the said lease (Note 22).

(iii) In prior year, pursuant to a special meeting dated 28 September 2023 and prior approval of the Ministry of Housing and Land Use Planning on 17 November 2023, the lease was transferred to Emeraude Les Salines Ltee, the subsidiary, at a revalued amount. The state land was revalued by Prime Pillar Valuation Services Ltd, independent external professional valuers for Rs 337,590,000. The valuation was made on the market value basis resulting in a gain of Rs 237,502,257 shown as an equity item.

11. INTANGIBLE ASSETS

	The Group and The Company	
	2024	2023
	Rs	Rs
Cost		
At 01 January	**1,017,266**	997,600
Additions	**-**	19,666
At 31 December	**1,017,266**	1,017,266
Accumulated amortisation		
At 01 January	**710,647**	511,127
Charge for the year	**160,453**	199,520
At 31 December	**871,100**	710,647
Net book values		
At 31 December	**146,166**	306,619

12. INVESTMENT IN SUBSIDIARY

	The Company	
	2024	2023
	Rs	Rs
At 01 January	**431,913,315**	1
Acquisition during the year	**-**	431,913,314
At 31 December	**431,913,315**	431,913,315

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12. INVESTMENT IN SUBSIDIARY (CONTINUED)

Details of the subsidiary are as follows:

Details of subsidiary	Country of incorporation	Type of shares	Principal activity	2024 % held Direct	2023 % held Direct
Emeraude Les Salines Ltee	Republic of Mauritius	Ordinary	Property investment	100%	100%

The Company has obtained equity shares in the subsidiary further to the transfer of the state land (Note 10).

The summarised statement of financial position and statement of profit or loss and other comprehensive income of the subsidiary at 31 December 2024 are as follows:

	2024 Rs	2023 Rs
Summarised statement of financial position		
Total assets	567,753,307	589,589,710
Total liabilities	144,962,279	157,647,425
Equity	422,791,028	431,942,285

	2024 Rs	2023 Rs
Summarised statement of profit or loss and other comprehensive income		
Revenue	-	-
Administrative expenses	-	-
Finance costs	9,150,757	500
Loss for the year	9,151,257	500

13. INVENTORIES

	The Group and The Company 2024 Rs	2023 Rs
Raw materials	59,012,045	26,049,821

Raw materials consist mainly of iron bars used in construction. During the year, cost of inventories recognised as expense in the statement of profit or loss amounts to **51,862,445** (2023: Rs 96,857,895).

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14. CONTRACT ASSETS

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
Contract assets				
- Contract retention	**186,667,668**	114,103,330	**91,757,664**	19,780,015
- Advance to subcontractors	**-**	2,292,248	**-**	2,292,248
Total	**186,667,668**	116,395,578	**91,757,664**	22,072,263

In determining the recoverability of contract assets, the Group assesses its contractual rights and the terms and conditions of the agreements. The Group does not hold any collateral as security over these balances.

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed, retention money held by customers and advances paid to subcontractors at reporting date. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer and on termination of the defects liability period, as agreed with customers.

The movement in contract assets is as follows:

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
Contract retention				
At 01 January	**114,103,330**	-	**19,780,015**	99,215,546
On consolidation	**79,784,933**	99,215,546		-
Amount recognised during the year	**-**	47,777,542	**79,198,244**	13,699,767
Amount transferred to trade receivables	**(7,220,595)**	(51,596,439)	**(7,220,595)**	(51,596,439)
Work-in-progress	**-**	18,706,681	**-**	18,706,681
Transfer to subsidiary	**-**	-	**-**	(60,245,540)
At 31 December	**186,667,668**	114,103,330	**91,757,664**	19,780,015
Advance to subcontractors				
At 01 January	**2,292,248**	-	**2,292,248**	12,374,090
On consolidation	**-**	12,374,090	**-**	-
Amount recognised during the year	**-**	2,292,248	**-**	2,292,248
Amount transferred to profit or loss	**(2,292,248)**	(12,374,090)	**(2,292,248)**	(12,374,090)
At 31 December	**-**	2,292,248	**-**	2,292,248
Total	**186,667,668**	116,395,578	**91,757,664**	22,072,263

15. TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	2024	**2023**	**2024**	2023
	Rs	**Rs**	**Rs**	Rs
Trade receivables	**478,486,411**	733,507,766	**624,320,142**	733,507,766
Prepayments	**874,609**	6,708,788	**874,610**	6,708,788
Tax deducted source	**6,152,446**	8,445,013	**6,152,446**	8,445,013
Other receivables	**160,270,157**	58,790,675	**25,046,853**	40,595,988
	645,783,623	807,452,242	**656,394,051**	789,257,555

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15. TRADE AND OTHER RECEIVABLES (CONTINUED)

Trade receivables are allocated as follows:

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
External parties	**103,289,416**	60,175,006	**103,289,416**	60,175,006
Related parties	**375,196,995**	673,332,760	**521,030,726**	673,332,760
	478,486,411	733,507,766	**624,320,142**	733,507,766

No interest is charged on trade receivables. Management expects full recoverability of due balances which are neither past due nor impaired. The trade receivables from related parties are interest-free and unsecured.

Ageing of past due but not impaired trade receivables:

	The Group and Company	
	2024	2023
	Rs	Rs
61 – 180 days	**2,241,899**	18,128,230
Over 180 days	**350,235,010**	110,834,988
	352,476,910	128,963,218

(i) The concentration of credit risk is limited due to the customer base being mainly governmental and parastatal bodies and related parties and hence the risk of non-recovery is minimal based on past experience and trading pattern.

(ii) The amount due by the related parties are unsecured, interest-free and receivable on demand. The directors have assessed the fair values of these related parties receivable and concluded that no expected credit losses are to be recognised at the reporting date (2023: Nil) and the beneficial owner will financially support the related parties in meeting their obligations.

(iii) The amount due by the third parties are unsecured, interest-free and receivable on demand. The directors have assessed the recoverability of these amounts due and concluded that no credit losses are expected as the third parties are not experiencing financial difficulties.

16. LOANS TO/FROM RELATED PARTIES

(a) Loans to related parties

	The Group and The Company	
	2024	2023
	Rs	Rs
At 01 January	**408,680,919**	442,839,691
Loans advanced during the year	**193,464,560**	26,561,943
Loan recovered during the year	**(125,196,669)**	(60,720,715)
At 31 December	**476,948,810**	408,680,919

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16. LOANS TO/FROM RELATED PARTIES (CONTINUED)

(a) Loans to related parties (continued)

The Group does not hold any collateral as security on the loans to related parties and no interest is charged on these loans, except for the loan granted to director/shareholder in previous years which had been charged at 5.55% - 5.85% p.a. The loan to shareholder is repayable on demand.

No allowance for expected credit loss has been recognised as the directors consider that these receivables fall within group treasury management and where the risk of default if minimal. Furthermore, the beneficial owner will financially support the Group's related parties in meeting their obligations.

(b) Loans from related parties

	The Group and The Company	
	2024	2023
	Rs	Rs
At 01 January	**138,325,372**	92,431,434
Loans received during the year	**637,833,332**	136,703,243
Loans repaid during the year	**(431,714,029)**	(90,809,305)
At 31 December	**344,444,675**	138,325,372

During the year, the loans due to related parties which are interest-free and unsecured have been reclassified as current due to a new group policy.

17. CASH AND CASH EQUIVALENTS

	The Group and The Company	
	2024	2023
	Rs	Rs
Cash at bank	**650,545**	32,116,822
Fixed deposits	**-**	200,000,000
Total	**650,545**	232,116,822

18. STATED CAPITAL

	2024	2023	**2024**	2023
	Number of shares		**Rs**	Rs
Issued and fully paid ordinary shares				
At 01 January and 31 December	**75,000**	75,000	**7,500,000**	7,500,000

Fully paid ordinary shares have rights to dividends and each share carry one voting right.

18.1 DIVIDENDS

	2024
	Rs
Dividends recommended and paid	**160,000,000**
Dividend per share	**2,133**

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19. BORROWINGS

	The Group and The Company	
	2024	2023
	Rs	Rs
Non-current		
- Secured and unsecured loans	**7,214,711**	13,393,783
Current		
- Bank overdrafts	**195,634,442**	171,567,199
- Secured and unsecured loans	**393,497,602**	280,490,102
	589,132,044	452,057,301
Total	**596,346,755**	465,451,084

The bank overdrafts are repayable within one year.

The loans are repaid as follows:

	The Group and The Company	
	2024	2023
	Rs	Rs
Within one year	**393,497,602**	280,490,102
After more than one year	**7,214,711**	13,393,783
	400,712,313	293,883,885

The loans and bank overdrafts are secured by fixed and floating charges on the assets of the Group. The secured and unsecured loans bear interest ranging from **7.5% to 9.5%** p.a (2023: 7.45% – 8.4% p.a.) while the bank overdrafts bear interest at the rate ranging from **7.5% to 9.5%** p.a. (2023: 5% - 7.89% p.a.).

The shareholder has also provided personal guarantee for the loans and bank overdrafts.

The Group has an import loan facility of **Rs 175 million** (2023: Rs 175 million), which has been fully drawn down as at 31 December 2024 and short-term loan facilities of **Rs 110 million** (2023: Rs 100 million) out of which **Rs 52,529,630** (2023: Rs 73,923,338) has been drawn down as at 31 December 2024.

20. LEASE LIABILITIES

	The Group		The Company	
	2024	2023	**2024**	2023
	Rs	Rs	**Rs**	Rs
At 01 January	**265,069,013**	245,010,723	**135,999,863**	245,010,723
Additions	**111,904,571**	27,710,598	**111,904,571**	27,710,598
Transfer of lease liability in relation to leasehold land (Note 10)	**-**	-	**-**	(129,069,150)
Adjustments	**(2,487,603)**	-	**(2,487,603)**	-
Finance costs	**20,449,499**	7,496,577	**11,298,742**	7,496,577
Repayments	**(25,859,924)**	(15,148,885)	**(21,990,338)**	(15,148,885)
At 31 December	**369,075,556**	265,069,013	**234,725,235**	135,999,863
Less: amount due for settlement within one year (shown under current liabilities)	**65,634,253**	22,807,231	**18,592,755**	22,807,231
Amount due for settlement after one year (shown under non-current liabilities)	**303,441,303**	242,261,782	**216,132,480**	113,192,632

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20. LEASE LIABILITIES (CONTINUED)

The lease liability in relation to building, property, plant and equipment relates to motor vehicles, equipment and land. The motor vehicles and equipment have lease term ranging from 4 to 7 years. The building has lease term for a period of 15 years.

The following are the amounts recognised in the consolidated statement of profit or loss:

	The Group		The Company	
	2024	2023	2024	2023
	Rs	Rs	Rs	Rs
Depreciation of right-of-use assets	**7,246,441**	7,246,441	**7,246,441**	7,246,441
Interest expense on lease liabilities	**20,449,499**	7,496,577	**11,298,741**	7,496,577
	27,695,940	14,743,018	**18,545,182**	14,743,018

21. RETIREMENT BENEFIT OBLIGATIONS

The Group has recognised a net defined benefit liability of **Rs 15,207,000** (2023: Rs 14,735,000) in its consolidated statement of financial position as at 31 December 2024 in respect of gratuities that are expected to be paid out of the private pension scheme set up by the Group. The plan is unfunded.

The most recent actuarial valuation of plan assets and the present value of the defined benefit obligations were carried out at 31 December 2024 by Aon Hewitt Ltd (actuarial valuer).

The defined benefit liability exposes the Group to risks described below:

- Interest rate risk: A decrease in the bond interest rate will increase the plan liability; however, this may be partially offset by a decrease in inflationary pressures on salary and pension increases.
- Salary risk: The plan liability is calculated by reference to the future projected salaries of plan participants. As such, an increase in the salary of the plan participants above the assumed rate will increase the plan liability whereas an increase below the assumed rate will decrease the liability.

There has been no curtailment during the year.

(a) *Reconciliation of net defined benefit liability*

	The Group and The Company	
	2024	2023
	Rs	Rs
At 01 January	**14,735,000**	9,933,000
Amount recognised in the consolidated statement of profit or loss	**279,000**	1,714,000
Amount recognised in the consolidated other comprehensive income	**193,000**	3,668,000
Less: benefits paid during the year	-	(580,000)
At 31 December	**15,207,000**	14,735,000

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21. RETIREMENT BENEFIT OBLIGATIONS (CONTINUED)

(b) Movement in the present value of the defined benefit obligation in the current year were as follows:

	The Group and The Company	
	2024	2023
	Rs	Rs
At 01 January	**14,735,000**	9,933,000
Current service costs	**1,510,000**	1,077,000
Interest cost	**704,000**	637,000
Past service costs	**(1,935,000)**	-
Other benefits paid	**-**	(580,000)
Liability experience (gain)/loss	**(197,000)**	1,896,000
Liability loss due to change in financial assumptions	**390,000**	1,772,000
At 31 December	**15,207,000**	14,735,000

(c) Amount recognised in consolidated statement of profit or loss in respect of defined benefit plans are as follows:

	The Group and The Company	
	2024	2023
	Rs	Rs
Current service costs	**1,510,000**	1,077,000
Past service costs	**(1,935,000)**	-
	(425,000)	1,077,000
Net interest on net defined benefit liability	**704,000**	637,000
	279,000	1,714,000

The service costs and the net interest expense are included in cost of sales and administrative expenses in the consolidated statement of profit or loss and other comprehensive income.

(d) Components of amount recognised in the consolidated other comprehensive income:

	The Group and The Company	
	2024	2023
	Rs	Rs
Liability experience loss	**(197,000)**	1,896,000
Liability loss due to change in financial assumptions	**390,000**	1,772,000
	193,000	3,668,000

(e) The principal assumptions used for the purposes of the actuarial valuation were as follows:

	The Group and The Company	
	2024	2023
Discount rate	**5.3%**	5.5%
Expected rate of salary increase	**2.5%**	2.5%
Average retirement age	**65 years**	65 years

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21. RETIREMENT BENEFIT OBLIGATIONS (CONTINUED)

(f) Sensitivity analysis on defined benefit obligations at end of year

	2024	2023
	Rs	Rs
Increased due to 1% decrease in discount rate	1,923,000	1,778,000
Decreased due to 1% increase in discount rate	1,635,000	(1,513,000)

(g) Future cash flows

The funding policy is to pay benefits out of the Group's cash flows as and when due.

		2024	2023
Expected employer contribution for the next year	Rs	1,446,000	1,147,000
Weighted average duration of the defined benefit obligations		15 years	15 years

22. TRADE AND OTHER PAYABLES

	The Group		The Company	
	2024	2023	2024	2023
	Rs	Rs	Rs	Rs
Trade payables (Note (i))	146,334,429	35,899,411	146,334,429	35,899,411
Accruals (Note (ii))	48,965,502	61,846,202	48,965,502	61,846,202
Other payables	20,905,947	40,421,268	20,904,418	40,420,240
Due to the subsidiary (Note (iii))	-	-	135,223,302	139,451,706
	216,205,878	138,166,881	351,427,651	277,617,559

(i) The average credit period for local purchases and foreign purchases is 45 days and 90 days respectively. No interest is charged on trade payables for overdue balances. The Group has financial risk management policies in place to ensure that all payables are paid within credit timeframe that have been agreed with suppliers. The contract liabilities and the retention monies are in accordance with contractual terms.

(ii) Accruals relate to construction costs which were not yet invoiced at the reporting date and are in accordance with contractual terms. Other payables comprise mainly of value added tax, statutory obligations and tax deducted at source payables.

(iii) The amount due to the subsidiary is unsecured, interest-free and repayable on demand and is on account of the transfer of contract liabilities and lease liabilities in prior year.

(iv) Trade and other payables are allocated as follows:

	The Group		The Company	
	2024	2023	2024	2023
	Rs	Rs	Rs	Rs
External parties	51,138,030	28,648,116	186,359,803	28,648,116
Related parties	165,067,848	109,518,765	165,067,848	248,969,443
	216,205,878	138,166,881	351,427,651	277,617,559

(v) The carrying amount of trade payables approximates their fair value.

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23. CONTRACT LIABILITIES

	The Group		The Company	
	2024	**2023**	**2024**	2023
	Rs	**Rs**	**Rs**	Rs
Retention monies payable to subcontractors	**-**	16,568,520	**-**	16,568,520
Advance from customers	**73,960,718**	651,612,844	**73,960,718**	623,035,599
	73,960,718	668,181,364	**73,960,718**	639,604,119

The contract liabilities relate to the advance consideration received from customers for the performance obligation yet to be satisfied and retention payable to subcontractors.

24. Reconciliation of liabilities arising from financing activities

The Group	**01 January 2024 Rs**	**Cash flows Rs**	**Non-cash flows Rs**	**31 December 2024 Rs**
Borrowings	**293,883,885**	**106,828,428**	**-**	**400,712,313**
Lease liabilities	**265,069,013**	**(31,141,095)**	**135,147,638**	**369,075,556**
Loan from related parties	**138,325,372**	**206,119,303**	**-**	**344,444,675**
	697,278,270	**281,806,636**	**135,147,638**	**1,114,232,544**

	01 January 2023 Rs	**Cash flows Rs**	**Non-cash flows Rs**	**31 December 2023 Rs**
Borrowings	-	293,883,885	-	293,883,885
Lease liabilities	-	135,999,863	129,069,150	265,069,013
Loan from related parties	-	138,325,372	-	138,325,372
	-	568,209,120	129,069,150	697,278,270

The Company	**01 January 2024 Rs**	**Cash flows Rs**	**Non-cash changes Rs**	**31 December 2024 Rs**
Borrowings	**293,883,885**	**106,828,428**	**-**	**400,712,313**
Lease liabilities	**135,999,863**	**(21,990,338)**	**120,715,710**	**234,725,235**
Loan from related parties	**138,325,372**	**206,119,303**	**-**	**344,444,675**
	568,209,120	**290,957,393**	**120,715,710**	**979,882,223**

	01 January 2023 Rs	Cash flows Rs	Non-cash changes Rs	31 December 2023 Rs
Borrowings	410,287,482	(116,403,597)	-	293,883,885
Lease liabilities	245,010,722	20,058,291	(129,069,150)	135,999,863
Loan from related parties	92,431,434	45,893,938	-	138,325,372
	747,729,638	(50,451,368)	(129,069,150)	568,209,120

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25. RELATED PARTY TRANSACTIONS

For the year ended 31 December 2024, the Group had transactions with its related parties. The nature, volume of transactions and the balances with the related parties are as follows:

		Sales of goods and services Rs	Purchases of goods and services Rs	Loan receivable/ (payable) Rs	Amounts owed by related parties Rs	Amounts owed to related parties Rs
Blue Valley Ltd	**2024**	**-**	**-**	**23,413,142**	**-**	**-**
	2023	-	-	23,413,142	-	-
Executive Builders (Mtius) Ltd	**2024**	**-**	**-**	**1,810,935**	**2,608,696**	**-**
	2023	-	-	1,810,935	2,608,696	-
Le Morne Work & Surf Ltd	**2024**	**-**	**-**	**36,212,123**	**-**	**-**
	2023	-	-	36,212,123	-	-
Investcorp (Holdings) Ltd	**2024**	**500,000**	**9,591,750**	**816,860**	**500,000**	**1,838,419**
	2023	16,200,000	11,877,468	(3,183,140)	-	(2,536,200)
Hennessy Tower (Holding) Ltd	**2024**	**-**	**-**	**(3,143,199)**	**-**	**-**
	2023	-	-	(3,143,199)	-	-
Hyvec Facilities Management Co Ltd	**2024**	**1,370,415**	**-**	**12,500,000**	**4,968,430**	**1,593,260**
	2023	2,949,960	1,240,000	9,200,000	3,392,454	1,593,260
Hyper Food Ltd	**2024**	**-**	**-**	**19,278,613**	**-**	**-**
	2023	-	-	19,278,613	-	-
Super Tech Equipment Ltd	**2024**	**-**	**13,260,499**	**15,089,402**	**646,530**	**2,617,065**
	2023	-	6,611,391	15,089,402	646,530	6,023,824
Emeraude Les Salines Ltee	**2024**	**10,610,428**	**-**	**-**	**10,610,428**	**135,223,302**
	2023	-	-	-	-	-
Hyvec Distribution Ltd	**2024**	**8,625**	**-**	**-**	**-**	**-**
	2023	-	-	-	-	-

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25. RELATED PARTY TRANSACTIONS (CONTINUED)

		Sales of goods and services Rs	Purchases of goods and services Rs	Loan receivable/ (payable) Rs	Amounts owed by related parties Rs	Amounts owed to related parties Rs
Alternate Services Property Development Ltd	**2024**	-	-	**17,363,108**	-	-
	2023	-	-	17,363,108	-	-
Hyvec Investment Ltd	**2024**	-	-	**5,117,562**	-	-
	2023	-	-	17,830,835	-	-
Sotratech Properties Ltd	**2024**	-	-	-	**18,123,643**	-
	2023	-	-	(5,932,118)	24,055,765	
Grand Bay Paradise Ltd	**2024**	-	-	-	**6,366,848**	-
	2023	-	-	(4,404,475)	9,212,536	
Gleneagles Co Ltd	**2024**	**46,537,127**	-	-	**78,579,885**	-
	2023	131,020,028		(3,854,353)	133,441,650	
Hyvec Consumer Goods Ltd	**2024**	-	-	**1,195,000**	-	-
	2023	-	-	1,595,000	-	
Jumeirah Investment Ltd	**2024**	-	-	**(164,895,922)**	-	-
	2023	-	-	21,904,645	37,229,433	
Cap Horn Investment Ltd	**2024**	**66,277,989**	-	-	**1,152,829**	-
	2023	11,398,382	-	(4,158,623)	-	
West Coast Leisure Ltd	**2024**	-	-	**6,955,550**	**45,174,353**	-
	2023	-	-	6,409,300	45,174,353	
Trocadero Investissement Ltee	**2024**	**25,452,804**	-	-	174,529,037	-
	2023	66,076,646	-	-	-	

HYVEC PARTNERS LTD
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25. RELATED PARTY TRANSACTIONS (CONTINUED)

		Sales of goods and services	Purchases of goods and services Rs	Loan receivable/ (payable) Rs	Amounts owed by related parties Rs	Amounts owed to related parties Rs
Bluefire Ltd	**2024**	-	-	**(6,181,247)**	**1,211,605**	-
	2023	-	-	63,411,103	1,211,605	-
Two Oceans Investment Ltd	**2024**	-		**13,675,500**	-	-
	2023	-	-	13,675,500	-	-
Atlantic Properties Ltd	**2024**	**5,176,165**		-	**24,656,022**	-
	2023	19,870,712	-	(6,318,908)	25,798,767	-
Equateur Properties Ltd	**2024**	-		**14,022,764**	-	-
	2023	-	-	14,022,764	-	-
Glenhaven South Africa (Pty) Ltd	**2024**	-		**3,600,000**	-	-
	2023	-	-	3,600,000	-	-
Batismart Ltd	**2024**	**15,300**	**18,723,552**	**(3,858,994)**	**3,927,595**	**4,247,476**
	2023	3,400,000	34,865,890	(3,875,465)	3,400,000	(14,637,879)
Palermo Investment Ltd	**2024**	-	-	-	**32,132,447**	-
	2023	41,923,565	-	(22,041,887)	83,470,183	-
Lugano Investment Ltd	**2024**	-	-	**(2,938,178)**	-	-
	2023	41,273,226	-	(22,753,087)	20,275,145	-
Ibiza City Ltd	**2024**	-	-	**6,129,710**	**14,445.185**	-
	2023	-	-	6,729,710	14,445,185	-
Ibiza Investment Ltd	**2024**	-	-	-		
	2023	-	-	600,000	-	(136,200)
Ibiza Development Ltd	**2024**	-	-	**400,000**	-	-
	2023	-	-	-	-	-

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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25. RELATED PARTY TRANSACTIONS (CONTINUED)

		Sales of goods and services Rs	Purchases of goods and services Rs	Loan receivable/ (payable) Rs	Amounts owed by related parties Rs	Amounts owed to related parties Rs
Ibiza Properties Ltd	**2024**	-	-	-	-	-
	2023	-	-	-	-	(3,593)
Hyvec Electrical Ltd	**2024**	-	-	**(500,000)**	-	-
	2023	-	-	(500,000)	-	-
Bhukara The Tandoor Co Ltd	**2024**	**3,348,207**	-	**829,296**	**3,850,438**	-
	2023	-	-	829,296	-	-
Pine Travel & Tours Ltd	**2024**	-	**10,462,524**	-	-	**1,562,249**
	2023	-	4,107,371	-	-	(237,393)
Fashion Network (Africa) Ltd	**2024**	-	-	**64,770,330**	-	-
	2023	-	-	60,250,980	-	-
Fashion Network (Africa) 1 Ltd	**2024**	-	-	**100,000**	-	-
	2023	-	-	100,000	-	-
Monaco Properties Ltd	**2024**	-	-	**345,000**	-	-
	2023	-	-	345,000	-	-
Table Bay Ltd	**2024**	-	-	**8,506**	**3,669,844**	-
	2023	-	-	8,506	3,669,844	-
CG Royal Foods Ltd	**2024**	**13,170,868**	-	**(2,175,200)**	-	-
	2023	73,063,409	-	-	(8,175,200)	(24,888)
New Caroline House Ltd	**2024**	-	-	**931,030**	-	-
	2023	-	-	(16,368,970)	-	-
Noodle Express Ltd	**2024**	**54,729,985**	-	-	**48,932,762**	-
	2023	-	-	(11,112,075)	2,632,331	-
Wembley Investment Ltd	**2024**	-	-	**(28,400,000)**	-	-
	2023	-	-	-	-	-

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended 31 December 2024

25. RELATED PARTY TRANSACTIONS (CONTINUED)

		Sales of goods and services Rs	Purchases of goods and services Rs	Loan receivable/ (payable) Rs	Amounts owed by related parties Rs	Amounts owed to related parties Rs
Sutton Properties Ltd	**2024**	-	-	**389,984**	-	-
	2023	-	-	389,984	-	-
Sandview Ltd	**2024**	-	-	**190,700**	-	-
	2023	-	-	190,700	-	-
Edith Cavell Tower Ltd	**2024**	-	-	**(130,750,000)**	-	-
	2023	-	-	14,480,000	-	-
Gibraltar Investment Ltd	**2024**	-	-	**451,472**	-	-
	2023	-	-	451,472	-	-
Hyvec Home Ltd	**2024**	-	-	-	-	-
	2023	-	-	3,823,720	-	-
Grilled Subs Group Ltd	**2024**	-	-	**6,750,000**	-	-
	2023	-	-	5,900,000	-	-
Essen Investment Ltd	**2024**	-	**3,450,000**	**43,463,606**	-	-
	2023	-	-	33,020,656	-	-
Frankfurt Investment Ltd	**2024**	**38,887,641**	**64,454,790**	**(249,775)**	**44,720,787**	-
	2023	-	-	(3,500,000)	-	-
Hyvec Property Investment Ltd	**2024**	-	-	**150,000**	-	-
	2023	-	-	150,000	-	-
Wess Holding Ltd	**2024**	-	-	**(300,000)**	-	-
	2023	-	-	-	-	-
Wess Middle East FZE	**2024**	-	-	**55,010,693**	-	-
	2023	-	-	-	-	-

HYVEC PARTNERS LTD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended 31 December 2024

25. RELATED PARTY TRANSACTIONS (CONTINUED)

		Sales of goods and services	Purchases of goods and services	Loan receivable/ (payable)	Amounts owed by related parties	Amounts owed to related parties
		Rs	Rs	Rs	Rs	Rs
EFG Finance Ltd	**2024**	-	-	**2,335,000**	-	-
	2023	-	-	1,855,000	-	-
Bagatech Innovation Park Ltd	**2024**	-	-	**(2,160)**	-	-
	2023	-	-	97,840	-	-
Firstech Distribution Ltd	**2024**	-	**4,711,762**	**10,524,250**	-	**1,167,790**
	2023	-	672,902	-	-	(143,156)
Indo Pacific Aviation Ltd	**2024**	-	**1,861,176**	-	-	**3,346,759**
	2023	-	-	-	(16,000,000)	(788,480)
Service Technique du Bâtiment Ltee	**2024**	-	**130,708,595**	-	-	**14,639,319**
	2023	-	8,110,158	-	-	1,298,087
Glenhaven	**2024**	-	-	**(450,000)**	-	-
	2023	-	-	-	(450,000)	-
Ignite Africa Ltd	**2024**	-	-	**1,944,965,**	-	-
	2023	-	-	4,711,053	-	-
Pearl Harbour Investment Ltd	**2024**	-	-	**750,000**	-	-
	2023	-	-	750,000	-	-
Director/shareholder*	**2024**	-	-	**109,823,208**	-	-
	2023	-	-	10,380,531	-	-

25. RELATED PARTY TRANSACTIONS (CONTINUED)

*The loan to shareholder is interest-free.

All the above related parties, except for loan to shareholder, have common shareholder or director or both as relationship between each other.

(a) Compensation of key management personnel

	2024 Rs	2023 Rs
Key management personnel compensation	**17,035,992**	16,466,195

(b) Transactions with key management personnel

Other than the loan granted to one of the directors, who is also the shareholder as disclosed above, no other transactions were entered into with senior management and directors during the year (2023: Rs Nil).

26. OWNERSHIP STRUCTURE

The sole shareholder of the Company is Mr Nawaz Khan Chady who is also the ultimate beneficial owner.

27. CONTINGENT LIABILITIES

Contingent liabilities not provided for in the consolidated financial statements relate to letters of credit of **Rs 17,891,595** (2023: Rs 32,591,524), performance bond of **Rs 159,950,000** (2023: Rs 211,016,691), expatriate guarantee of **Rs 260,000** (2023: Rs 260,000), tender bond of **Rs 22,100,000** (2023: Rs 1,000,000), advance payment guarantee of **Rs 56,339,263** (2023: Rs 685,350,000), bank guarantee of **Rs 10,500,000** (2023: Rs 15,750,000) and retention money guarantee of **Rs 45,000,000** (2023: nil).

28. EVENTS AFTER THE REPORTING DATE

No adjusting or significant non-adjusting events have occurred between 31 December 2024 and the date of authorisation of these consolidated financial statements.