



SUGAR INSURANCE FUND BOARD





Sugar Insurance Fund Board

Annual Report 2008

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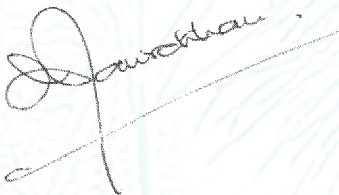
Chairman's letter

Dr The Honourable Rama Krishna Sithanen, G.C.S.K.
Minister of Finance and Economic Empowerment,
Vice-Prime Minister
Port-Louis

Dear Sir

The Board is pleased to present its Annual Report and the Audited Accounts of the Sugar Insurance Fund for the year 2008.

Yours faithfully

A handwritten signature in black ink, appearing to read 'J. Manrakhan', with a long horizontal stroke extending to the right.

Professor J. Manrakhan, G. O. S. K.
Chairman
Sugar Insurance Fund Board

Date: 14-July-2009

Letter to insureds

Dear Insureds,

We are pleased to present the Annual Report of the Sugar Insurance Fund Board for the calendar year 2008. The accounts have been prepared within the best practices applicable to insurance entities and in line with International Financial Reporting Standards. The Fund's equity registered a growth of MUR 342.21M (8.8%) despite a depressed financial environment and an average crop 2008 with a loss ratio of 57.5% to the Fund.

Corporate Information

DIRECTORS OF THE BOARD:-

Professor J. Manrakhan, G.O.S.K.	Chairman
Mr P. Beeharry (up to 31.07.08)	Representative of the Ministry of Finance and Economic Empowerment
Mr K. Bunjun (as from 27.12.08)	
Mr J. C. Béga	Representative of Millers
Mr C. Bhugun	Representative of the Ministry of Agro Industry, Food Production and Security
Mr D. Bundhoo	Representative of the Director General (Economic Division) Ministry of Finance and Economic Empowerment
Mr Cheung Kai Suet (up to 30.04.08)	General Manager, Cane Planters and Millers Arbitration and Control Board
Mr V. Ramharai (as from 15.05.08)	
Mr G. Leung Shing	Representative of the Mauritius Chamber of Agriculture
Mr D. Pilot	Representative of Planters
Mr S. Purmanund	
Dr G. Rajpati	Representative of the Mauritius Sugar Authority
Mr J. Seegobin	Representative of Planters

Corporate Information (Contd)

COMMITTEES OF THE BOARD

Besides the statutory provision regarding the Investment Committee, the Board has in line with best practices established the following committees namely -

Corporate Governance Committee, Assessment Committee, Audit and Risk Management Committee, Budget and Procurement Committee and Staff Committee.

CORPORATE GOVERNANCE COMMITTEE

The Corporate Governance Committee is chaired by the Chairman of the Board and has as members Chairmen of all Committees. Its main function is to ensure compliance to good corporate governance practice.

INVESTMENT COMMITTEE

The Committee established by legislation is presided by the Chairman of the Board and comprises of (i) Mr. P. Beeharry, (ii) Mr. J. C. Béga, (iii) Mr. G. Leung Shing as members and has attributes the investment strategies of the Fund.

ASSESSMENT COMMITTEE

The Assessment Committee is chaired by Dr. G. Rajpati with Messrs V. Ramharai, Denis Pilot and S. Purmanund as members.

The Committee reviews and formulates policies regarding the General and Fire insurances. The Committee further makes recommendation to the Board for declaration of “event years” and oversees the general assessment process.

AUDIT AND RISK MANAGEMENT COMMITTEE

The Audit and Risk Management Committee under the chairmanship of Mr. J.C. Béga, has as members Mr. D. Bundhoo and Mr. J. Seegobin.

The Committee oversees the Internal Audit and Internal Control functions and review the effectiveness of the independent audit process. The Committee assesses and addresses risk inherent to the business.

BUDGET AND PROCUREMENT COMMITTEE

The Budget and Procurement Committee is constituted as follows - Mr. Georges Leung Shing as Chairman, Mr. D. Bundhoo, Mr. S. Purmanund and Mr. J. Seegobin as members.

The Budget and Procurement Committee through budgetary control monitors the annual expenditure and ensures procurement of goods and services through established procedures.

Corporate Information (Contd)

STAFF COMMITTEE

The Staff Committee consists of Mr. P. Beeharry (Chairman), Mr. C. Bhugun, Mr. S. Purmanund and Mr. J. Seegobin (members).

ACKNOWLEDGEMENT AND THANKS

The Board wishes to thank the staff for their contribution and the other organisations for their collaboration.

SENIOR MANAGEMENT

Mr. Diness PURRYAG	General Manager
Mr. Johnny S.S. CHONG CHAP SIN	Senior Network Engineer
Mr. Deorajnuth GANSAM	Manager (Survey)
Mr. Gaoutam GOOROOCHURN	Chief Manager Finance
Mr Nand JHOOTTEE	Administrative Secretary
Mr. Yan LOCK SON	Chief Manager (Information Systems Services)
Mr. Youveraj NATHOO	Internal Auditor
Mr. Yung Kiong J. NEWK FON HEY TOW	Chief Manager (Operations)
Mr. Mohamed Y.M.A.F.E. PEERMAMODE	Senior Software Engineer
Mr. Krishnamoorthy P. VAYAPOOREE	Manager (Inspection)

LEGAL ADVISERS

- 1 G. A. Robert, OBE, Senior Attorney
- 2 State Law Office

AUDITORS

- 1 Director of Audit, National Audit Office

Corporate Governance Report

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Fund's Directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of prevailing statutes.

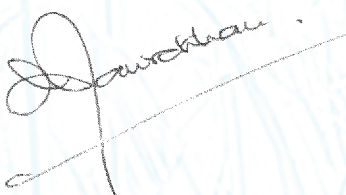
RESPONSIBILITIES OF THE BOARD OF DIRECTORS

The fundamental statutory responsibilities of the Board of Directors are to lay down the overall policies regulating the various business/activities of the Fund; it oversees the Fund's strategic direction and its organisational structure. The Board discharges the above responsibilities either directly or through Board Committees for more in-depth analysis and review of various issues while retaining responsibilities for all policy matters. The Chairman of Committees periodically places reports of the proceedings before the Board for approval/information, as the case may be. The Board promotes openness, integrity and accountability to improve corporate behaviour, strengthens control systems over business and reviews management performance on a regular basis. To fulfill their responsibilities, Board members have unhindered access to accurate, relevant and timely information.

INTERNAL CONTROL

Directors' responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of financial statements that are free from material misstatement; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Such systems should ensure that all transactions are authorised and recorded and that any material irregularities are detected and rectified within a reasonable time-frame. The Fund has an established Internal Audit function which assists the Board and Management in effectively discharging its responsibilities. Internal Audit is an independent function that reports directly to the Audit Committee. Business controls are reviewed on an on-going basis by Internal Audit using a cycle-based risk approach.



Chairman



Director

Directorate and Management

BOARD OF DIRECTORS - DIRECTORS' PROFILE

Prof. JAGADISH MANRAKHAN, G.O.S.K.

CHAIRMAN of the Board since November 2000

Born in 1937 Prof. J. Manrakhan holds an MSc in Agricultural Economics from the University of Reading. He was the former Vice-Chancellor of the University of Mauritius and the former Executive Director of the Mauritius Research Council for period 1979 to 1995 and 1995 to 1998 respectively. He was also a former Director of the Standard Bank (Mauritius) Ltd.

PREMCOOMAR BEEHARY (up to 31.07.08)

DIRECTOR – Representative of the Ministry of Finance & Economic Empowerment

Born in 1948, Mr. P. Beeharry holds a B.A. (Hons) degree and a Diploma in Public Administration & Management. He was appointed Director of the Board in February 1996. He has also been until recently the Deputy Chairman of the Board of Directors of the State Land Development Company Ltd and member of the Board of the State Property Development Company Ltd.

KRESHNA NUNDUN BUNJUN (as from 27.12.08)

DIRECTOR – Representative of the Ministry of Finance & Economic Empowerment

Born in 1950, Mr K.N. Bunjun Director (Economic & Finance) at the Ministry of Finance & Economic Empowerment holds a degree in Economics. He was appointed Director of the Board since December 2008. He is also a member of the National Economic and Social Council. Mr Bunjun has served as Head of the Transport Policy Unit, Ministry of Land Transport & Shipping until he was appointed Assistant Director in June 2005. He also assisted the UNECA and UNDP as a freelance consultant.

JEAN CLAUDE BÉGA

DIRECTOR – Representative of Millers

Born in 1963, Mr. Jean-Claude Béga, a fellow of the Association of Chartered Certified Accountants, Finance Executive of Groupe Mon Loisir, was appointed as Director in January 2002. He is also Director of a number of Companies including Naïde Resorts Ltd and Capital Leasing as well as Alternate Director of AfrAsia Bank Ltd and Mauritius Stationery Manufacturers Ltd.

CHETTANDEO BHUGUN

DIRECTOR – Representative of Ministry of Agro Industry, Food Production & Security

Born in 1956, Mr. C. Bhugun, Principal Assistant Secretary at the Ministry of Agro Industry & Fisheries holds an MBA. He was appointed Director of the Board since October 2005. He is also Board Member of the Mauritius Sugar Terminal Corporation, the Sugar Planters Mechanical Pool Corporation and the Irrigation Authority.

DEOBRUT BUNDHOO

DIRECTOR – Representative of Ministry of Finance and Economic Empowerment

Born in 1953, Mr. D. Bundhoo holds an MSc in Agricultural Economics from the University of Reading, UK. He was appointed Director of the Board since July 2001.

Directorate and Management (Contd)

CHEUNG KWET FA CHEUNG KAI SUET (UP TO 30.04.08)

DIRECTOR – General Manager of Cane Planters and Millers Arbitration and Control Board

Born in 1948, Mr. C.K. Cheung Kai Suet holder of a BSc (Hons) Sugar Technology (University of Mauritius) was appointed as Director in September 2005.

VINOD RAMHARAI (AS FROM 15.05.08)

DIRECTOR – General Manager of Cane Planters and Millers Arbitration and Control Board

Born in 1952, Mr V. Ramharai holds a BSc (Hons) Sugar Technology (University of Mauritius) and an MSc (Hons) Public Sector Management (University of Technology - Mauritius).

GEORGES LEUNG SHING

DIRECTOR – Representative of the Chamber of Agriculture

Born in 1945, Mr. G. Leung Shing holds a Bachelor's Degree in Economics and is a Fellow of the Institute of Chartered Accountants in England and Wales and an Associate of the Chartered Institute of Taxation. Mr G. Leung Shing was appointed as Director in September 1992. He is also the Chairperson of the Mauritius Development Investment Trust Co Ltd, a member of the Financial Reporting Monitoring Panel and a Director of the Mauritius Institute of Directors, Mon Tresor and Mon Desert Ltd, Mauritius Chemical & Fertilizer Industry Ltd and Mauritius Stationery Manufacturers Ltd.

DENIS PILOT

DIRECTOR – Representative of Planters

Born in 1950, Mr. Denis Pilot, holder of a BSc in Agronomy (LSU), General Manager of Harel Freres, Sugar Operations was appointed as Director in 2004. He is also Director of Belle Vue Milling Co Ltd and Societe Koenig Freres.

SRINIVASS PURMANUND

DIRECTOR – Representative of Planters

Born in 1933, Mr. S. Purmanund was appointed as Director of the Board in December 2006. He has wide experience in the sugar industry and co-operative movement.

GOWREESHANKURSING RAJPATI

DIRECTOR – Representative of Mauritius Sugar Authority

Born in 1952, Dr G. Rajpati holds a 'Diplome de Docteur Ingenieur Agronome' from the 'Institut National Agronomique de Paris-Grignon'. He is the Executive Director of the MSA since 1986. He was Director of the Board from 1989 to 1997 and is so from 2000 to date. He is member of the Sales and Executive Committee of Mauritius Sugar Syndicate among others.

JUGDUTH SEEOBIN

DIRECTOR – Representative of Planters

Born in 1929, Mr. J. Seegobin was appointed Director of the Board in April 2002. He has wide experience in the agricultural, industrial and commercial sector.

Directorate and Management (Contd)

SENIOR MANAGEMENT PROFILE

DINESS **PURRYAG**, *General Manager*

Mr D Purryag, Land Surveyor joined the SIFB as Chief Manager Operations in 1997, was Officer-in-Charge from May 1999 to May 2000 and was appointed General Manager of the Fund in June 2000. He is a Director of SICOM Ltd since 2000 and was a member of the former Value Assessment Tribunal from 1987 to 1993.

SIN SOO SHUING **CHONG CHAP SIN**, *Senior Network Engineer*

Mr. S.S.S. Chong Chap Sin holder of an MBA and BSc in Electronic Engineer joined the SIFB as Senior Network Engineer in November 1997.

DEORAJNUTH **GANSAM**, *Manager (Survey)*

Mr D. Gansam, Land Surveyor joined the SIFB in March 1974 and is presently Manager (Survey)

GAOUTAM **GOOROOCHURN**, ACCA, *Chief Manager (Finance)*

Mr. G. Gooroochurn joined the SIFB as Manager Finance in September 2006. He was assigned responsibilities of Chief Manager Finance on 10 September 2007 and subsequently been appointed Chief Manager as from 5th June 2008.

NAND **JHOOTTEE**, MSC (HRS), ACIS *Administrative Secretary*

Mr N. Jhoottee holds an MSc in Human Resource Studies from the University of Mauritius and is an Associate Member of the Institute of Chartered Secretaries and Administrators (ACIS) and has a long experience in administration and human resource in the public service. He joined the SIFB on 15 July 2008.

LI YAN LIM **LOCK SON**, *Chief Manager (Information System Services)*

Mr. L. Y. L. Lock Son holds a BSc. He joined the SIFB in July 1997 as Chief Manager (Information System Services).

YOUVERAJ **NATHOO**, FCCA, MSC Finance, *Internal Auditor*

Mr Y Nathoo joined the SIFB in April 2003 as Internal Auditor and has long experience in Accounting/Auditing in the Banking Sector.

YUNGKIONG JIMMY **NEWKFONHEYTOW**, *Chief Manager (Operations)*

Mr J Newkfonheytow holds a BSc in Computer Science and is an Associate Member of the Society of Actuaries. He joined the SIFB in May 1998 as Claims Manager and is presently the Chief Manager (Operations).

MOHAMED YASHIN MOHAMED AREFF FAREED ESMAEL **PEERMAMODE**, *Senior Software Engineer*

Mr M Y Peermamode holder of a Diploma in Information Technology joined the SIFB as Senior Software Engineer in October 1997.

KRISHNAMOORTHY PILLAY **VAYAPOOREE**, *Manager (Inspection)*

Mr. K.P. Vayapooree holder of a Diploma in Land Surveying, joined the SIFB in February 1971 and is presently Manager (Inspection).

Directorate and Management (Contd)

CODE OF CONDUCT

The Fund is committed to ethical practices in the conduct of its business and has adopted a code of ethics which set out standards for its employees.

BOARD & COMMITTEE MEETINGS

The Board and its various committees met on 35 occasions.

Board Directors	Board meeting	Corporate Governance Committee	Investment Committee	Assessment Committee	Audit Committee	Budget & Procurement Committee	Staff Committee	Total
Prof. J. Manrakhan	11/11	8/8	4/4	n/a	n/a	n/a	n/a	23
Mr. P. Beeharry (up to 31.07.08)	5/6	3/4	2/2	n/a	n/a	n/a	1/1	11
Mr. G. Leung Shing	10/11	7/8	4/4	3/3	n/a	3/3	n/a	27
Mr. J. C. Béga	9/11	6/8	3/4	2/3	3/3	n/a	n/a	23
Mr. D. Pilot	6/11	n/a	n/a	4/5	n/a	n/a	n/a	10
Dr. G. Rajpati	4/11	1/8	n/a	5/5	n/a	n/a	n/a	10
Mr. D. Bundhoo	5/11	n/a	n/a	n/a	3/3	2/3	n/a	10
Mr. D. Bhugun	8/11	n/a	n/a	n/a	n/a	n/a	1/1	9
Mr. J. Seegobin	9/11	n/a	n/a	n/a	3/3	3/3	1/1	16
Mr. Chueng Kai Suet (up to 30.04.08)	2/3	n/a	n/a	n/a	n/a	n/a	n/a	2
Mr V. Ramharai (as from 15.05.08)	8/8	n/a	n/a	4/4	n/a	n/a	n/a	12
Mr. S. Purmanund	11/11	n/a	n/a	5/5	n/a	3/3	1/1	20

Key: n/a – not applicable

REMUNERATION OF DIRECTORS

During the year 2008, a total amount of MUR 672,175 has been paid as Directors fee.

RELATED PARTY TRANSACTIONS & KEY RISKS

Related party transactions and key risks areas have been fully disclosed in the accounts at notes 22 and 23 respectively.

Addresses of Offices

HEAD OFFICE

18 Sir S. Ramgoolam Street
 Port Louis
 Tel: 208-3236
 Fax: 208-2634
 E-Mail: s.i.f.b@intnet.mu
 Website : www.sifb.biz

Sub-Offices

Camp de Masque

Royal Road
 Camp de Masque
 Tel: 416-5520

Mare D'Albert

18 Royal Road
 Mare D'Albert
 Tel: 627-4026

Pamplemousses

Royal Road
 Maison Blanche
 Pamplemousses
 Tel: 243-3542

Quartier Militaire

New Road
 Quartier Militaire
 Tel: 435-5543

Souillac

Royal Road
 Souillac
 Tel: 625-5691

Vacoas

Independence Road
 Vacoas
 Tel: 696-6386

Address

Factory Areas

Beau Champ
 Ex-Constance

Savannah
 Ex-Mon Tresor
 Ex-Riche En Eau
 Ex-Rose-Belle

Belle Vue
 Mon Loisir
 Ex-Beau Plan

F.U.E.L
 Ex-Mon Desert Alma

Union
 Ex-Britannia
 Ex-Saint Felix

Medine
 Ex-Highlands

2008 Crop - General Outlook

CROP 2008 OUTLOOK

General Insurance

Climatic conditions which prevailed during the early vegetative period of 2008 crop were quite dry, with rainfall deficient in the North and West. At the end of March 2008 however, the passage of tropical storm “Lola” brought torrential rainfall affecting mostly plant canes in the East and Centre. Moreover, above normal rainfall was recorded in all sectors, especially during the months of May, June and September 2008. Excessive rainfall during those months was not conducive to cane growth, sucrose accumulation and proper ripening. 2008 crop was affected by these adverse climatic conditions to varying degrees factory area-wide. Total caneweight sent to mills for sugar production reached 4.533 million tonnes resulting in a sugar production of 455,374 tonnes for insurance purposes at an islandwide average extraction rate of 10.04%.

As a result, the Board at its meeting of 18th December 2008 declared all factory areas an “Event Year”. Factory areas of Deep River Beau Champ, FUEL, Savannah and Union Saint Aubin were declared an “Event Year” on account of excessive rainfall whereas factory areas of Belle Vue, Médine and Mon Loisir were declared an “Event Year” on account of drought and excessive rainfall.

The torrential rainfall in March 2008 caused the destruction of some cane plantations in most factory areas. The total area under cane partly or totally destroyed by excessive rainfall during crop 2008 reported and compensated by the Board was 23 hectares.

Médine factory area had the highest sugar production as a percentage of its Total Insurable Sugar (TIS), i.e. 91 per cent whilst the factory area of Deep River Beau Champ had the lowest sugar production percentage of 80 per cent. The harvestable extent declined from 63,188 hectares (crop 2007) to 60,381 hectares (crop 2008). The number of accounts held by planters fell from 24,342 (crop 2007) to 22,747 (crop 2008).

The ongoing centralisation of the Sugar Industry saw the closure of Mon Desert Alma factory whilst Mon Loisir factory was not in operation, with six mills only in operation for crop 2008.

The weighted average sugar price for insurance purposes for 2008 crop was determined at Rs16,346 per metric tonne of sugar. The rate of compensation net of premium payable for each tonne of insurable sugar on the extents destroyed by excessive rainfall was Rs16,444 per tonne for ratoon and virgin canes and Rs8,222 per tonne for plant canes.

Fire Insurance

For crop 2008, the number of cases of compensable damages caused by intercrop fire was 191 with a total extent of 135 hectares of canes destroyed. The North had the highest number of cases and the West the lowest number of cases. In terms of total extent damaged the North had the highest extent. Fire

2008 Crop - General Outlook (Contd)

compensation paid to insureds for crop 2008 amounted to Rs6.67 m, in addition to an amount of Rs208,364 representing transport allowance paid to insureds whose burnt canes were transported to another factory area for crushing.

Financial Performance

The reported financial year recorded a total net surplus of MUR 485.24M (General and Fire) compared to a surplus of MUR 122.34M for the 18 months period ending 31 December 2007. The resulting uptrend in net surplus is mainly attributable to a loss ratio (ratio of compensation to premium) of 57.5% compared to a loss ratio exceeding 100% for the previous period. Thus, the General Insurance Account recorded a surplus of MUR 260.19M compared to a deficit of MUR 104.96M for the previous period. Furthermore, translation of foreign currency deposits into MUR resulted in a revaluation gain of MUR 85.73M compared to revaluation loss of MUR 30.77M for the previous exercise.

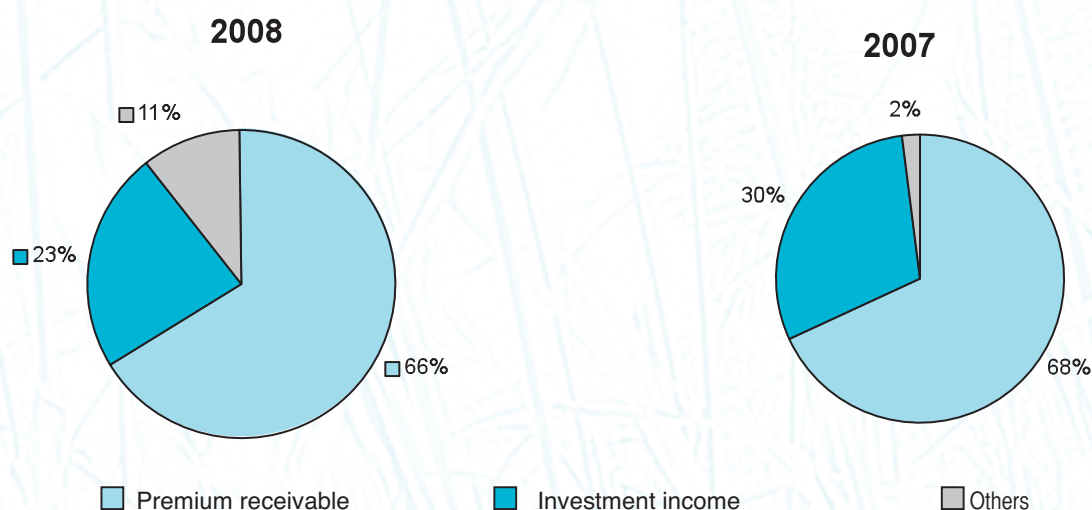
Table 1: Income and Expenditure summary

Item	General Fund MUR Million	Fire Fund MUR Million	Total MUR Million
Total Income	1,081.6	6.8	1,088.4
Total Expenditure	596.5	6.7	603.2
Total Net surplus	485.1	0.1	485.2

Income

Total income for the financial year amounted to MUR 1,088.4M, being crop 2008 insurance premium receivable, investment income and other income.

The composition of Income is shown below:



2008 Crop - General Outlook (Contd)

Insurance Premium

Insurance premium (General and Fire) for crop year 2008 receivable during the period amounted to MUR 717.8M compared to MUR 838M for the previous crop year. The decrease is attributable mainly to a drop in Total Insurable Sugar, and a lower Sugar Price.

Table 2: Premium Income

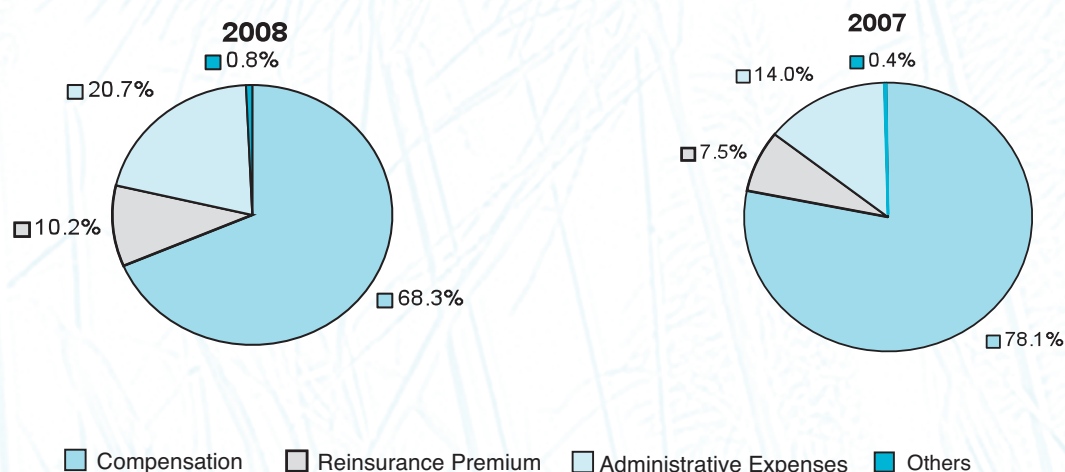
Premium	Total MUR Million
General	711
Fire	7
Total	718

Investment Income

Investment income amounted to MUR 256M for the year under report compared to a pro-rated yearly investment income of MUR 246M for the previous financial period, resulting to a slight growth of 4% over a one year period due to prudent investment strategies.

Expenditure

The overall expenditure of the Fund for the year was MUR 603.2M including an amount of MUR 411.6M being compensation 2008 crop compared to an amount of MUR 857M 2007 crop incurred during the previous financial period.



Insurance Premium ceded (Re-insurance costs)

Insurance premium ceded to re-insurers including the Board's co-reinsurance share of 25% amounted to MUR 61.7M (2007: MUR 83.2M).

2008 Crop - General Outlook (Contd)

Total Equity

The Total Equity of the Fund, made up of the Accumulated Funds and the Revaluation Reserves showed a combined net progression of MUR 342.21M, representing an increase of 8.8%.

Accumulated Fund

The Accumulated Fund, comprising of the General Fund and the Fire Fund, increased from MUR 3,027.5 (as restated) to MUR 3,512.7M during the financial period, representing an increase of 16%.

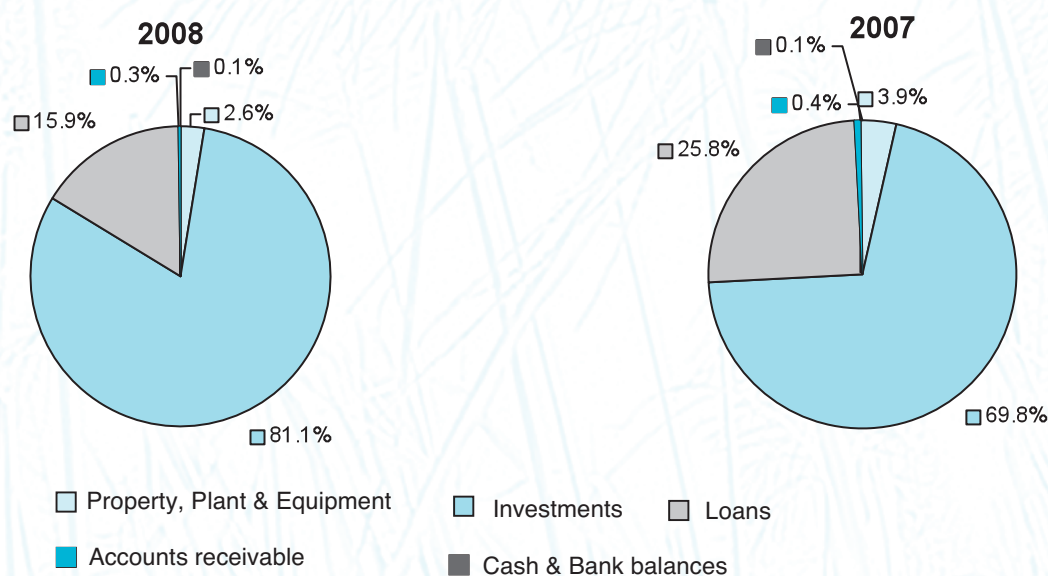
Table 3: Accumulated Fund

Fund	Total MUR Million
General	3,489.7
Fire	23.0
Total	3512.7

Assets under management

Total assets under management amounted to MUR 4.79 billion as at 31 December 2008 (MUR 4.88 billion at 31 December 2007), posting a negative change of 1.8%. Investments are stated on a fair value basis. Land and Buildings were last revalued in October 2007.

A breakdown of total assets under management is shown below:

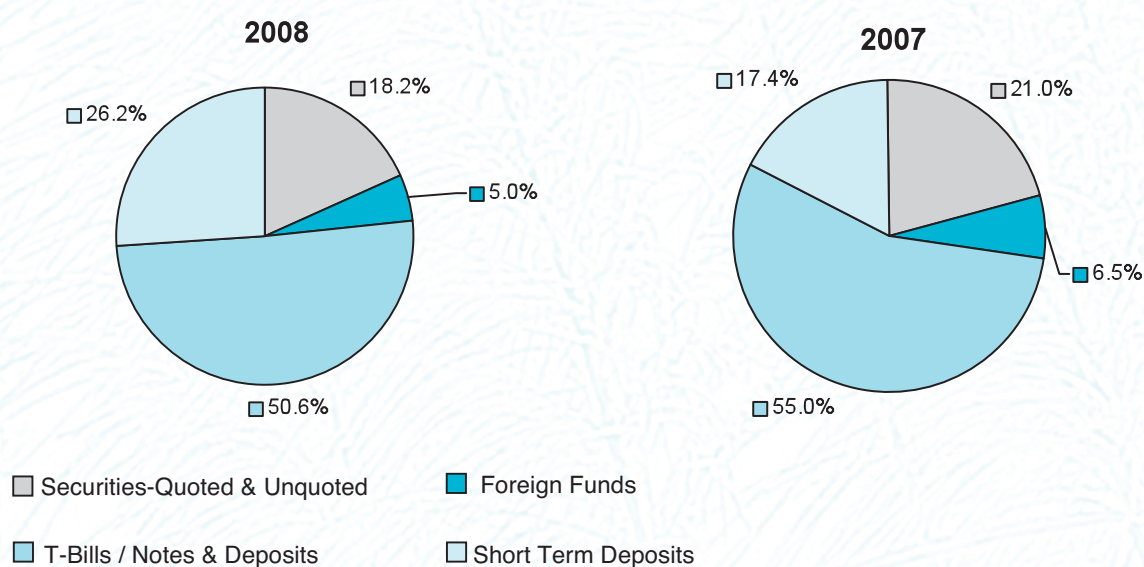


2008 Crop - General Outlook (Contd)

Investments

In view of short term obligations that may arise, the Fund maintains high level of liquid asset. Nonetheless, through prudently geared investment strategies within a well balanced portfolio, the Fund's value of investments grew by 12% from MUR 3.4 billion to MUR 3.8 billion.

A breakdown of investments is shown below:



Report of the Director of Audit

to the chairperson of the Sugar Insurance Fund Board



OF THE

ECTOR OF AUDIT

**On the Financial Statements
of the Sugar Insurance Fund Board
for the Year Ended 31 december 2008**

NATIONAL AUDIT OFFICE

Report of the Director of Audit

to the chairperson of the Sugar Insurance Fund Board

Report on the Financial Statements

I have audited the financial statements of the Sugar Insurance Fund Board which comprise the balance sheet as of 31 December 2008, the income statement, statement of changes in equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Sugar Insurance Fund Board and for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standards and in compliance with the Sugar Insurance Fund Act No 4 of 1974 and the Statutory Bodies (Accounts and Audit) Act 1972. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards on Auditing. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

Report of the Director of Audit

to the chairperson of the Sugar Insurance Fund Board

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a reasonable basis for my opinion.

Opinion

In my opinion, the attached financial statements give a true and fair view of the financial position of the Sugar Insurance Fund Board as of 31 December 2008, and of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards and comply with the Statutory Bodies (Accounts and Audit) Act 1972.

Report on Other Legal and Regulatory Requirements

Statutory Bodies (Accounts and Audit) Act 1972.

I have obtained all information and explanations I have required.

In my opinion, proper accounting records have been kept by the Sugar Insurance Fund Board as far as it appears from the examinations of those records.

The Financial Reporting Act 2004

The Board is responsible for preparing the Corporate Governance Report and making the disclosures required by Section 8.4 of the Code of Corporate Governance of Mauritius ("Code"). My responsibility is to report on these disclosures.

In my opinion, the disclosures in the Corporate Governance Report are consistent with the requirements of the "Code".



(Dr. R. JUGURNATH)
Director of Audit
National Audit Office
Level 14,
Air Mauritius Centre
PORT LOUIS

29 June 2009





SUGAR INSURANCE FUND BOARD

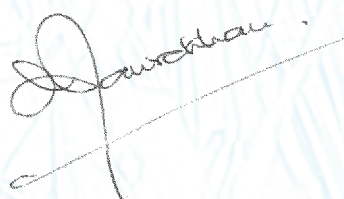
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2008

Balance Sheet

as 31 December 2008

	Notes	31 December 2008 MUR	Restated 31 December 2007 MUR
NON-CURRENT ASSETS			
Property, plant and equipment	5	124,217,383	126,381,193
Investments in securities and deposits	6	1,257,890,069	1,089,234,863
Investment Property	7	55,000,000	55,000,000
Long term loans	8	44,201,513	53,431,094
		1,481,308,965	1,324,047,150
CURRENT ASSETS			
Accounts receivable	9	15,209,677	19,264,144
Investments in securities and deposits	6	1,565,581,463	1,737,642,842
Investment Properties held for sale	10	3,925,000	10,050,000
Short term loans	11	718,810,900	1,204,992,808
Short term deposits	12	1,002,757,076	582,906,285
Bank and cash balances		4,724,787	3,636,665
		3,311,008,903	3,558,492,744
TOTAL ASSETS			
		4,792,317,868	4,882,539,894
EQUITY AND LIABILITIES			
RESERVES			
Accumulated funds		3,512,760,942	3,027,515,525
Revaluation reserves		707,771,046	850,811,907
		4,220,531,988	3,878,327,432
NON-CURRENT LIABILITIES			
Provision for staff passage benefits	13	6,061,425	4,022,390
Long term employees benefits	14	47,845,731	33,064,405
Retirement benefit obligations	15	91,675,769	92,771,230
		145,582,925	129,858,025
CURRENT LIABILITIES			
Accounts payable	16	426,202,955	874,354,437
		4,792,317,868	4,882,539,894
TOTAL EQUITY AND LIABILITIES			

Approved by the Board of Directors and authorised for issue on 26 March 2009 and subsequently amended on 09 June 2009.



Chairman



Director

Income Statement

for the year ended 31 December 2008

	Notes	Year ended 31 December 2008 MUR	Restated 18 months ended 31 December 2007 MUR
GENERAL INSURANCE ACCOUNT			
Insurance premium		711,100,000	831,427,538
Co-reinsurance premium	18	15,838,300	4,364,755
Insurance premium ceded to re-insurers	18	(61,745,852)	(83,191,051)
Net insurance premium		665,192,448	752,601,242
Insurance compensation		(405,000,000)	(857,566,201)
		260,192,448	(104,964,959)
Investment income			
- Interest income	19	239,457,260	343,960,138
- Dividends		16,322,554	25,151,257
Other income		248,197	392,933
Surplus on revaluation of investment properties		-	36,550,000
Exchange gain/(loss) on revaluation of foreign deposits		85,726,859	(30,768,510)
Profit on sale of - Available-for-sale securities		8,395,019	8,276,945
- Plant, property & equipment		(6,462)	311,622
- Investment properties		3,493,750	-
Net income		613,829,625	278,909,426
Operating expenses			
Administrative	20	106,292,276	153,146,450
Retirement benefits (release)/charge		(1,095,461)	7,741,230
Provision for Employees Benefits	14	18,654,996	4,164,467
Depreciation		4,842,682	4,384,058
Total operating expenses		128,694,493	169,436,205
Surplus to General Fund for the year/period	21	485,135,132	109,473,221
FIRE INSURANCE ACCOUNT			
Insurance premium		6,786,029	7,116,282
Insurance compensation		(6,675,744)	(7,159,926)
		110,285	(43,644)
Surplus/(Deficit) to Fire Fund for the year/period	21	110,285	(43,644)
Total surplus for the year/period		485,245,417	109,429,577

Statement of changes in equity

for the year ended 31 December 2008

	General Fund MUR	Fire Fund MUR	Revaluation reserves		Total MUR
			Property MUR	Investments MUR	
At 30 June 2006	2,894,879,865	22,956,082	37,649,833	462,757,966	3,418,243,746
Revaluation reserves realised on disposal	250,000	-	(250,000)	(5,169,750)	(5,169,750)
Surplus on revaluation of Land & Buildings	-	-	53,106,750		53,106,750
Increase in fair value of available-for-sale investments	-	-	-	302,717,108	302,717,108
Net surplus/(deficit) for the year	122,384,658	(43,644)	-	-	122,341,014
As reported at 31 December 2007	3,017,514,523	22,912,438	90,506,583	760,305,324	3,891,238,868
Prior year adjustment-Re: retirement benefits obligation (see note 15)	(12,911,436)				(12,911,436)
Restated - 31 December 2007	3,004,603,087	22,912,438	90,506,583	760,305,324	3,878,327,432
Revaluation reserves realised on disposal				(10,941,256)	(10,941,256)
Decrease in fair value of available-for-sale investments				(132,099,604)	(132,099,604)
Net surplus for the year	485,135,132	110,285			485,245,417
At 31 December 2008	3,489,738,219	23,022,723	90,506,583	617,264,464	4,220,531,988

Cash flow statement

for the year ended 31 December 2008

CASH FLOWS FROM OPERATING ACTIVITIES

Net surplus for the year / period

Adjustments for:

Provision for passage benefits

Payment of passage benefits

Depreciation of non current assets

Investment income

(Profit)/loss on sale of Plant & Equipment

Gain on disposal of Available-for-sale securities

Gain on disposal of investments properties

Retirement benefits(released)/charged

Provision for Employees benefits

Employees benefits paid

Surplus on revaluation of investment properties

OPERATING (LOSS) /SURPLUS BEFORE WORKING CAPITAL CHANGES

Decrease in trade and other receivables

Increase in trade and other payables

NET CASH (USED) /GENERATED BY OPERATING ACTIVITIES

CASH FLOWS FROM INVESTING ACTIVITIES

Payment to acquire financial assets

Proceeds from sale of financial assets

Proceeds from sale of investments properties

Payment for property, plant and equipment

Proceeds from sale of property, plant and equipment

NET CASH (USED) /GENERATED IN INVESTING ACTIVITIES

CASH FLOWS FROM FINANCING ACTIVITIES

Short term loans granted

Proceeds from short term loans

Net proceeds from/(issue) of long term loans

NET CASH GENERATED/ (USED) IN FINANCING ACTIVITIES

NET INCREASE / (DECREASE)

IN CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR / PERIOD

CASH AND CASH EQUIVALENTS AT FINANCIAL YEAR/PERIOD END

REPRESENTED BY:

Bank and cash balances

Short term deposits

Year ended 31 December 2008 MUR	Restated 18 months ended 31 December 2007 MUR
485,245,417	109,429,577
2,756,363	3,495,038
(1,817,328)	(4,732,908)
4,842,682	4,384,058
(77,589,690)	(95,156,555)
6,462	(311,622)
(8,395,019)	(8,276,945)
(3,493,750)	-
(1,095,461)	7,741,231
18,654,996	4,164,467
(2,385,328)	-
-	(36,550,000)
416,729,344	15,813,660
3,716,892	848,230,666
(448,539,825)	230,517,282
(28,093,589)	1,062,934,288
(1,159,615,367)	(3,356,465,681)
1,105,964,613	3,081,056,711
9,618,750	-
(2,699,635)	(4,516,086)
14,300	634,875
(46,717,339)	(279,290,180)
(794,162,950)	(1,232,334,124)
1,280,345,636	402,543,088
9,567,155	20,997,537
495,749,841	(808,793,499)
420,938,913	(25,149,392)
586,542,950	611,692,342
1,007,481,863	586,542,950
4,724,787	3,636,665
1,002,757,076	582,906,285
1,007,481,863	586,542,950

Notes to the financial statements

for the year ended 31 december 2008

1. GENERAL

1.1 Legal form and main objective

The Sugar Insurance Fund Board ("the Fund") is a para-statal body established by the Sugar Insurance Fund Act No 4 of 1974 (as subsequently amended) and operates under the aegis of the Ministry of Finance. Its main objective is to operate a Crop Insurance Scheme for sugar producers.

1.2 Change in reporting period

Following amendments by SIF Amendment Act No.7 of 2007, the financial year end of the Fund was changed from 30th of June to 31st December. Consequently, figures for the current financial year are not fully comparable with those in the previous financial statement (reported over a period 18 months).

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS

Standards and Interpretations in issue but not yet adopted

At the date of authorisation of these financial statements, the following Standards and Interpretations were in issue but not yet effective:

IAS 1	<i>Amendments to IAS 1: Presentation of Financial Statements - Comprehensive Revision including requiring a Statement of Comprehensive Income</i>
IAS 1	<i>Amendments to IAS 1: Amendments relating to Disclosure of Puttable Instruments and Obligations arising on Liquidation</i>
IAS 1	<i>Presentation of Financial Statements - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 16	<i>Property, Plant and Equipment - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 19	<i>Employee Benefits - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 20	<i>Government Grants and Disclosure of Government Assistance - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 23	<i>Borrowing costs - Comprehensive Revision to prohibit Immediate Expensing</i>
IAS 23	<i>Borrowing costs - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 27	<i>Consolidated and Separate Financial Statements - Consequential amendments arising from Amendments to IFRS 3</i>
IAS 27	<i>Consolidated and Separate Financial Statements - Amendment relating to cost of an investment on first-time adoption</i>
IAS 27	<i>Consolidated and Separate Financial Statements - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 28	<i>Investments in Associates - Consequential amendments arising from Amendments to IFRS 3</i>

Notes to the financial statements (Contd)

for the year ended 31 december 2008

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS (Contd)

IAS 28	<i>Investments in Associates - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 29	<i>Financial Reporting in Hyperinflationary Economies - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 31	<i>Investments in Joint Ventures - Consequential amendments arising from Amendments to IFRS 3</i>
IAS 31	<i>Investments in Joint Ventures - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 32	<i>Financial Instruments: Presentation - Amendments relating to Puttable Instruments and Obligations arising on Liquidation.</i>
IAS 36	<i>Impairment of Assets - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 38	<i>Intangible Assets - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 39	<i>Financial Instruments: Recognition and Measurement - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 40	<i>Investment Property - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IAS 41	<i>Agriculture - Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IFRS 1	<i>First-time Adoption of International Financial Reporting Standards – Amendment relating to cost of an investment on first-time adoption</i>
IFRS 2	<i>Share-Based Payments -Amendment relating to Vesting Conditions and Cancellations</i>
IFRS 3	<i>Business Combinations - Comprehensive Revision on applying the Acquisition Method</i>
IFRS 5	<i>Non-current Asset Held for sale and discontinued Operations – Amendments resulting from May 2008 Annual Improvements to IFRSs</i>
IFRS 8	<i>Operating Segments</i>
IFRIC 11	<i>IFRS 2: Group and Treasury Share Transactions</i>
IFRIC 12	<i>Service Concession Arrangements</i>
IFRIC 13	<i>Customer Loyalty Programmes</i>
IFRIC 14	<i>IAS19 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their interaction</i>
IFRIC 15	<i>Agreements for the construction of Real Estate</i>
IFRIC 16	<i>Hedges of a Net Investment in a Foreign Operation</i>

The directors anticipate that the adoption of these Standards and Interpretations in future periods will have no material financial impact on the financial statements of the Fund.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES

The principal accounting policies of the Fund are:

3.1 Basis of preparation

The financial statements have been prepared under the historical cost convention and modified by the revaluation of certain property, plant and equipment and investments and in accordance with International Financial Reporting Standards.

3.2 Revenue recognition

General Insurance Premium Income Account

Insurance premium income contributed to General Insurance Account is determined by reference to the total value of insurable sugar and premium percentage set out in the Second Schedule of the Sugar Insurance Fund Act No 4 of 1974 (as subsequently amended) in respect of the crop year for which the premium is payable.

Fire Insurance Premium Income Account

Insurance premium income contributed to Fire Insurance Account is determined on the basis of MUR 12.50 per ton of insurable sugar under the Fifth Schedule of the Sugar Insurance Fund Act No 4 of 1974 (as subsequently amended).

Other revenues

These are recognised on the following bases:

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

Interest income is recognised on an accrual basis.

The Fund recognises its share of co-reinsurance premium as revenue and its related expenditure.

3.3 Insurance contracts

(a) Recognition and measurement

Insurance covers provided by the Fund protect the insureds from the negative impact of events such as cyclones, droughts and excessive rainfall on sugar production consequently.

Compensation paid to insureds on occurrence of any event or a combination of events linked to the extent loss suffered . Premiums are recognised as revenue on the period of cover.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd)

3.3 Insurance contracts (Contd)

Claims are charged to income based on the estimated liability for compensation payable to insured. They include claims arising out of events that have occurred up to the balance sheet though not reported to the Fund by the insureds. Estimated claims are based on internal data and provisional figures obtainable from different stakeholders.

(b) Liability adequacy test

At each balance sheet date, liability adequacy tests are performed to ensure the adequacy of the insurance liabilities. In performing these tests current best estimates of future contractual cash flows and claims are used. Any deficiency is immediately charged to income statement.

(c) Insurance contracts held

Contracts entered into with reinsurers under which the Fund is compensated for losses on the insurance contracts issued by the Fund and that meet the classification requirement of insurance contracts are classified as reinsurance contracts held. The benefit to which the Fund is entitled under reinsurance contracts are recognised as reinsurance assets. These assets consist of amounts due from reinsurers (classified as receivables).

Amounts recoverable from or due to reinsurers are measured consistently with the amounts associated with the reinsurance contracts. Reinsurance liabilities are primarily payable for reinsurance contracts and are recognised as expense when due.

3.4 Property, plant and equipment

Property, plant and equipment held for administrative purposes are stated at cost or valuation, net of accumulated depreciation and any accumulated impairment losses. Depreciation is provided on a straight-line basis so as to write off the depreciable value of the assets over their estimated useful lives. The annual rates used for the purpose are as follows:

	%
Buildings	2.5
Improvement to land and buildings	10
Furniture & other equipment	10
Motor vehicles	20
Computer equipment and software	20

Profit or loss on disposal of property, plant and equipment is determined by the difference between the carrying values of the assets and their disposal proceeds and is accounted for in the income statement.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd)

3.4 Property, plant and equipment (Contd)

Any revaluation increase arising on the revaluation of such land and buildings is credited in equity of the properties revaluation reserve, except to the extent that it reverses a revaluation decrease for the same asset previously recognised in profit and loss, in which case the increase is credited to profit or loss to the extent of the decrease previously charged. A decrease in the carrying amount arising on the revaluation of such land and buildings is charged to profit or loss to the extent that it exceeds the balance, if any, held in the properties revaluation reserve relating to a previous revaluation of that asset.

At each balance sheet date, the Fund reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any, and the carrying amount of the asset is reduced to its recoverable amount.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in the income statement, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the income statement, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

3.5 Investment property

Investment property which is property held to earn rentals and/or for capital appreciation, is measured initially at its cost, including transaction costs. Subsequent to initial recognition, investment property is measured at fair value. Gains and losses arising from changes in the fair value of value of investment property are included in the income statement in the period in which they arise. The property being bare land, do not generate any rental income.

3.6 Non-current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd)

3.7 Foreign currencies

Transactions in foreign currencies are recorded in Mauritian Rupees using the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated in Mauritian Rupees using the rate of exchange (buying rate) ruling at the balance sheet date.

All exchange differences on translation are dealt with in the income statement.

3.8 Insurance compensation

Insurance compensation is recorded as an expense when the claims are assessed following the end of the crop season.

3.9 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short term deposits.

3.10 Provisions

A provision is recognised when there is a present obligation (legal or constructive) as a result of a past event, and 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. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

3.11 Comparative figures

As stated at paragraph 1.2, figures are not fully comparable, given the previous eighteen month reporting period.

3.12 Retirement benefit obligations

Defined Benefit Plan

Provision for retirement benefits for the SIFB staff are made under the Statutory Bodies Pension Act 1978 as amended and in accordance with IAS 19 (Employee Benefits). The Fund provides retirement benefits for its employees through a defined benefit plan called "The Sugar Insurance Fund Board (SIFB) Staff Pension Fund".

The SIFB Staff Pension Fund is a defined benefit plan and its assets are managed by the State Insurance Company of Mauritius Ltd (SICOM). The cost of providing the benefit is determined in accordance with actuarial review undertaken every five years.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd)

3.12 Retirement benefit obligations (Contd)

The net liability at balance sheet date is determined as the present value of funded obligations after adjusting for the fair value of plan assets, any unrecognised actuarial gains and losses and any unrecognised past service cost.

The current service cost and any recognised past service cost are included as an expense together with the associated interest cost, net of expected return on plan assets.

A portion of the actuarial gains and losses will be recognised as income or expense if the net cumulative unrecognised actuarial gains or losses at the end of the previous accounting period exceeded the greater of:

- 10 % of the present value of the defined benefit obligation at that date; and
- 10% of the fair value of plan assets at that date.

State Plan

Contributions to the National Pension Scheme are expensed to the income statement in the period in which they fall due.

3.13 Financial instruments

Financial assets and financial liabilities are recognised on the balance sheet when the Fund has become party to the contractual provisions of the financial instruments.

(a) Financial Assets

Classification

Financial assets are classified into the following specified categories: financial assets 'at fair value through profit or loss' (FVTPL), 'held-to-maturity' investments, 'available-for-sale' (AFS) financial assets and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

(i) Financial assets at FVTPL

Financial assets are classified as at FVTPL where the financial asset is either held for trading or it is designated as at FVTPL.

A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling in the near future; or
- it is a part of an identified portfolio of financial instruments that the Fund manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd)

3.13 Financial instruments (contd)

A financial asset other than a financial asset held for trading may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial asset forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis.

Financial assets at FVTPL are stated at fair value, with any resultant gain or loss recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset.

(ii) Held-to-maturity investments

Investments with fixed or determinable payments and fixed maturity dates, that the Fund has the positive intent and ability to hold to maturity, are classified as held-to-maturity investments. Held-to-maturity investments are recorded at amortised cost using the effective interest method less any impairment, with revenue recognised on an effective yield basis.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period.

(iii) Available-for-sale (AFS) financial assets

Securities that are traded in an active market are classified as being AFS and are stated at fair value. Gains and losses arising from changes in fair value are recognised directly in equity in the investments revaluation reserve with the exception of impairment losses, interest calculated using the effective interest method and foreign exchange gains and losses on monetary assets, which are recognised directly in profit or loss. Where the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously recognised in the investments revaluation reserve is included in profit or loss for the period.

The fair value of AFS monetary assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the balance sheet date. The change in fair value attributable to translation differences that result from a change in amortised cost of the asset is recognised in profit or loss, and other changes are recognised in equity.

(iv) Loans and receivables

Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd))

3.13 Financial instruments (contd)

Impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at each balance sheet date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been impacted.

For unlisted shares classified as AFS, a significant or prolonged decline in the fair value of the security below its cost.

For all other financial assets evidence of impairment could include:

- significant financial difficulty of the issuer or counterparty; or
- default or delinquency in interest or principal payments; or
- it becoming probable that the borrower will enter bankruptcy or financial re-organisation.

For certain categories of financial asset, such as trade receivables, assets that are assessed not to be impaired individually are subsequently assessed for impairment on a collective basis.

For financial assets carried at amortised cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account.

When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

With the exception of AFS equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

In respect of AFS equity securities, impairment losses previously recognised through profit or loss are not reversed through profit or loss. Any increase in fair value subsequent to an impairment loss is recognised directly in equity.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

3. ACCOUNTING POLICIES (Contd)

3.13 Financial instruments (Contd)

Derecognition of financial assets

The Fund derecognises a financial asset only when the contractual rights to the cash flows from the asset expire; or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

(b) Financial liabilities

Classification

Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'.

(i) Financial liabilities at FVTPL

The Fund due to its nature of activities does not hold any financial liabilities designated "at FVTPL"

(ii) Other financial liabilities

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs. Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognized.

4. ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of financial statements in accordance with IFRS requires the Fund's management to exercise judgement in the process of applying the accounting policies. It also requires the use of accounting estimates and assumptions that may affect the reported amounts and disclosures in the financial statements. Judgements and estimates are continuously evaluated and are based on historical experience and other factors, including expectations and assumptions concerning future events that are believed to be reasonable under the circumstances. The actual results could, by definition therefore, often differ from the related accounting estimates.

Where applicable, the notes to the financial statements set out areas where management has applied a higher degree of judgement that have a significant effect on the amounts recognised in the financial statements, or estimations and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

5. PROPERTY, PLANT AND EQUIPMENT

	Freehold/ Leasehold Land MUR	Buildings MUR	Improvement to Land and Buildings MUR	Furniture & Other Equipment MUR	Motor Vehicles MUR	Computer Equipment & Software MUR	Total MUR
COST AND VALUATION							
At 30 June 2006	24,400,000	45,800,000	1,041,146	11,244,132	500,000	5,408,760	88,394,038
Revaluation surplus	26,856,750	20,525,000	-	-	-	-	47,381,750
Additions	1,018,250	-	462,745	479,250	1,187,359	1,368,482	4,516,086
Disposals	-	-	-	(109,580)	(250,000)	(61,114)	(420,694)
At 31 December 2007	52,275,000	66,325,000	1,503,891	11,613,802	1,437,359	6,716,128	139,871,179
Additions	-	-	77,433	431,607	1,600,000	590,595	2,699,635
Disposals	-	-	-	(27,485)	-	-	(27,485)
At 31 December 2008	52,275,000	66,325,000	1,581,324	12,017,924	3,037,359	7,306,722	142,543,329
DEPRECIATION							
At 30 June 2006	-	5,725,000	320,736	6,647,260	-	2,235,374	14,928,370
Elimination of accumulated depreciation	-	(5,725,000)	-	-	-	-	(5,725,000)
Charge for the year	-	276,354	222,156	1,661,689	431,208	1,792,651	4,384,058
Disposals	-	-	-	(40,191)	-	(57,250)	(97,441)
At 31 December 2007	-	276,354	542,892	8,268,758	431,208	3,970,775	13,489,987
Charge for the year	-	1,658,125	158,132	1,062,207	607,472	1,356,746	4,842,682
Disposals	-	-	-	(6,723)	-	-	(6,723)
At 31 December 2008	-	1,934,479	701,024	9,324,242	1,038,680	5,327,521	18,325,746
NET BOOK VALUE							
At 31 December 2007	52,275,000	64,390,521	880,300	2,693,682	1,998,679	1,979,202	124,217,383
At 31 December 2008	52,275,000	66,048,646	960,999	3,345,044	1,006,151	2,745,353	126,381,193

Freehold land and buildings were revalued in October 2007 by Alan Tinkler, Ramlackhan & Co. (Principal – Rhoy Ramlackhan, B.Sc (Hons), M.R.I.C.S., M.M.I.S. Chartered Valuation Surveyor, at MUR 52.275 million and MUR 66.325 million respectively.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

5. PROPERTY, PLANT AND EQUIPMENT (Contd)

Had freehold land and buildings and motor vehicles been valued at historic amount, the carrying value would have been as follows:

At 31 December 2008

Freehold land
Buildings
Motor vehicles

Cost MUR	Accumulated depreciation MUR	Net book value MUR
4,022,745	-	4,022,745
39,802,301	(16,596,512)	23,205,789
3,617,359	(1,793,680)	1,823,679
47,442,405	(18,390,192)	29,052,213
4,022,745	-	4,022,745
39,802,301	(14,938,387)	24,863,914
2,017,359	(1,186,208)	831,151
45,842,405	(16,124,595)	29,717,810

At 31 December 2007

Freehold land
Buildings
Motor vehicles

Notes to the financial statements (Contd)

for the year ended 31 december 2008

6. INVESTMENTS IN SECURITIES AND DEPOSITS

	Available-for-Sale Securities				Held-To-Maturity Securities and Deposits MUR	Total MUR
	Local Quoted MUR	Local Unquoted MUR	Foreign Equities MUR	Foreign Funds MUR		
AT FAIR VALUE						
At 1 January 2008:	340,860,356	425,055,143	41,415,143	177,333,122	1,842,213,656	2,826,877,705
Additions	13,916,549	18,400	41,737,541	3,000,000	1,100,942,105	1,159,614,595
Disposals/Matured/Redeemed	(12,727,000)	-	(10,021,092)	-	(1,085,762,759)	(1,108,510,851)
Interest receivable	-	-	201,227	-	77,388,461	77,589,688
Increase/(Decrease) in fair value	(120,520,825)	50,067,463	(27,392,576)	(34,253,666)	-	(132,099,604)
At 31 December 2008	221,529,080	475,141,006	45,940,527	146,079,457	1,934,781,463	2,823,471,532
Classified as:						
- Short term	-	-	-	-	1,565,581,463	1,565,581,463
- Long term	221,529,080	475,141,006	45,940,527	146,079,457	369,200,000	1,257,890,069
AT COST						
At 31 December 2008	78,479,279	15,134,155	74,128,385	103,486,060	1,934,781,463	2,206,009,342
At 31 December 2007	65,855,790	15,115,755	42,904,620	100,486,060	1,842,213,656	2,066,575,881

Notes to the financial statements (Contd)

for the year ended 31 december 2008

6. INVESTMENTS IN SECURITIES AND DEPOSITS (Contd)

(a) Available-For-Sale Securities and Deposits

Local Quoted

Local quoted investments include investments in companies listed on the Official Market, the Development and Enterprise Market and the Over the Counter Market of the Stock Exchange of Mauritius (SEM). Such investments are stated at fair values based on SEM prices at close of business on the balance sheet date.

Local Unquoted

Local unquoted investments comprise shares held in SICOM, Sugar Investment Trust (SIT) and The MFL Fund. Investments in SICOM and SIT have been fair valued at MUR 474,190,927 at 31 December 2008, based on the last available equity value of the company/trust. Investments in The MFL Fund, which is an open-ended Fund, are stated at market value at MUR 950,079 at 31 December 2008.

Foreign Equities

Investments in foreign equities, including shares held in African Reinsurance Corporation (Africa Re), Investec GSF, Comgest Asia, Comgest Growth, Global Sarasin C1 Equity Funds, UK Equity Fund "A" Inc., UBS LUX Equity Fund are stated at market value based on exchange rate ruling at the Balance Sheet date.

Foreign Funds

Investments in foreign funds, including investments in fixed income securities, mutual funds (SICAV), L & C Global Growth Fund, UBS LUX, MAN AHL are stated at market value based on the exchange rate ruling at the Balance Sheet date.

(b) Held-To-Maturity Securities and Deposits

Held-To-Maturity Securities and Deposits, which are stated at amortised cost, bear interests at rates ranging from 8.0% to 13.15 % per annum to mature between January 2009 and August 2010 and comprise of :

	31 December 2008 MUR	31 December 2007 MUR
Treasury Bills	126,619,141	361,121,080
Treasury Notes	293,455,084	298,837,787
Deposits	1,514,707,238	1,182,254,789
	1,934,781,463	1,842,213,656
7. INVESTMENT PROPERTIES		
At start of year/ period	55,000,000	28,500,000
Add: Surplus on revaluation	-	36,550,000
Less: Investment properties held for sale (see note 10)	-	(10,050,000)
	55,000,000	55,000,000

Notes to the financial statements (Contd)

for the year ended 31 december 2008

8. LONG TERM LOANS

		31 December 2008 MUR	31 December 2007 MUR
Loan to Mauritius Housing Company Ltd	(i)	32,000,000	40,000,000
Motor Vehicles Loans	(ii)	4,131,385	3,801,698
Personal Loans	(iii)	132,910	64,021
Other Loans	(iv)	7,937,217	9,565,375
		44,201,512	53,431,094
(i) Loan to Mauritius Housing Company Ltd			
Total amount due		40,000,000	48,000,000
Deduct: Amount falling due within one year (Note 9)		(8,000,000)	(8,000,000)
Amount falling due after more than one year		32,000,000	40,000,000

The loan is guaranteed by the Government of Mauritius. The original amount loaned is reimbursable in 15 yearly instalments, with effect from December 1997, with interest being payable quarterly at the prevailing Repo Rate plus four decimal fifty percent capped however, to a minimum of 8.5% per annum (11.25% p.a as at 31 December 2008).

(ii) Motor Vehicles Loans (staff)

		31 December 2008 MUR	31 December 2007 MUR
Total amount		6,082,382	6,013,105
Deduct: Amount falling due within one year (Note 9)		(1,950,997)	(2,211,407)
Amount falling due after more than one year		4,131,385	3,801,698
Motor vehicle loans to staff bear interest at 7.5% per annum.			
(iii) Personal Loans (staff)			
Total amount due		410,370	328,749
Deduct: Amount falling due within one year (Note 9)		(277,460)	(264,728)
Amount falling due after more than one year		132,910	64,021

Personal loans to staff bear interest at Prime Lending Rate (Commercial Bank) plus 2.5% per annum.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

8. LONG TERM LOANS, (Contd)

(iv) Other Loans (staff)

Total amount due	9,120,111	10,838,164
Deduct: Amount falling due within one year (Note 9)	(1,182,894)	(1,272,789)
	7,937,217	9,565,375

Loans to staff bear interest at rates ranging from 9.0% to 13.0 % per annum as per the conditions of service, as well as the amount of the loan.

9. ACCOUNTS RECEIVABLE

	31 December 2008 MUR	31 December 2007 MUR
Loan - Mauritius Housing Company Ltd (Note 8(i))	8,000,000	8,000,000
Other loans (Note 8(iv))	1,182,894	1,272,789
Motor vehicles loans (Note 8(ii))	1,950,997	2,211,407
Personal loans (Note 8(iii))	277,460	264,728
Interest receivable	2,159,854	758,429
Debtors insurance premium receivable	1,524,312	1,625,194
Dividends receivable	113,386	4,943,017
Other receivables/Prepayments	774	188,580
	15,209,677	19,264,144

10. ASSETS CLASSIFIED AS HELD FOR SALE (INVESTMENT PROPERTIES)

	31 December 2008 MUR	31 December 2007 MUR
At start of year/period	10,050,000	-
Land held for sale	-	10,050,000
Disposal	(6,125,000)	-
At end of year/period	3,925,000	10,050,000

The land relates to 2,490.3 square metres at Bramsthan which the Fund intends to dispose of within the next financial year through an open bidding exercise.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

11. SHORT TERM LOANS

	31 December 2008 MUR	31 December 2007 MUR
Loans to planters (Note (i))	148,791	170,969
Loans to Mauritius Sugar Syndicate - (MSS) (Note (ii))	718,662,109	1,204,821,839
	718,810,900	1,204,992,808

- (i) These represent loans granted to planters to purchase shares of the Sugar Investment Trust.
- (ii) Loans to MSS relates to Crop 2008 premium receivable advanced to MSS for a period of 2 months at an interest rate of 9% p.a, (see note 23.3 – interest rate risk management).

12. SHORT TERM DEPOSITS

	31 December 2008 MUR	31 December 2007 MUR
Foreign Currency deposits with banks:		
USD	408,667,072	453,291,811
EURO	541,960,674	95,660,564
GBP	24,346,992	28,704,067
Deposit on call at banks	27,782,338	5,249,843
	1,002,757,076	582,906,285

13. PROVISION FOR STAFF PASSAGE BENEFITS

At start of year/period	7,122,390	8,360,260
Payment during the year / period	(1,817,328)	(4,732,908)
Provision for the year / period	2,756,363	3,495,038
At financial year/period end	8,061,425	7,122,390
Less: Amount due within one year (Note 16)	(2,000,000)	(3,100,000)
At 31 December	6,061,425	4,022,390

14. LONG TERM EMPLOYEES BENEFITS

At start of year/period	38,274,733	34,110,266
Charge for the year / period	18,654,996	4,164,467
	56,929,729	38,274,733
Less: Payment during the year	(2,385,327)	-
Short term employee benefits (Note 16)	(6,698,670)	(5,210,328)
At 31 December	47,845,732	33,064,405

Notes to the financial statements (Contd)

for the year ended 31 december 2008

15. RETIREMENT BENEFIT OBLIGATIONS

The pension plan is a final salary defined benefit plan for employees funded by the employer and the employees. The assets of the plan are held independently and are administered by the State Insurance Company of Mauritius Ltd (SICOM).

The following employee benefits information is based on the report submitted by the State Insurance Company of Mauritius Ltd (SICOM).

Under the Corridor Approach, the actuarial loss for the year ended 31 December 2008 has not been recognised within the Income Statement. Figures for the period ended 31 December 2007 have been restated to eliminate the actuarial gain of Rs 12,911,436 recognised last year which was not consistent with the Corridor Approach applied this year.

(i) Amounts recognised in balance sheet:

	31 December 2008 MUR	31 December 2007 MUR
Present value of funded obligation	454,207,656	366,872,654
Fair value of plan assets	(277,172,443)	(299,924,296)
	177,035,213	66,948,358
Unrecognised actuarial (loss)/gain	(85,359,444)	25,822,872
Net liability in balance sheet at year end	91,675,769	92,771,230

(ii) Amounts recognised in income statement:

	Year ended 31 December 2008 MUR	18 Months ended 31 December 2007 MUR
Current service cost	9,643,494	12,160,988
Interest on obligation	38,521,629	54,887,306
Expected return on plan assets	(32,974,568)	(42,092,650)
Actuarial (loss)/gain recognised	-	-
Fund Expenses	332,368	-
Total included in staff costs	15,522,923	24,955,645
Actual return on plan assets	(22,440,865)	64,158,477

(iii) The figures have been arrived at by using the following actuarial assumptions:

	31 December 2008 %	31 December 2007 %
Discount Rate	10.50	11.00
Expected Rate of Return on plan assets	11.00	11.50
Future salary increases	7.50	8.00
Future Pension increases	5.50	6.00

Notes to the financial statements (Contd)

for the year ended 31 december 2008

15. RETIREMENT BENEFIT OBLIGATIONS (Contd)

(iv) Movements in liability recognised in the balance sheet:

	Year ended 31 December 2008 MUR	18 Months ended 31 December 2007 MUR
At start of the year	92,771,230	85,030,000
Total included in staff costs	15,522,923	24,955,645
Contributions paid	(16,618,384)	(17,214,415)
At 31 December	91,675,769	92,771,230

(v) Reconciliation of the present value of defined benefit obligation:

	Year ended 31 December 2008 MUR	18 Months ended 31 December 2007 MUR
Present value of obligation at start of period	366,872,654	323,900,000
Current service cost	9,643,494	12,160,988
Interest cost	38,521,629	54,887,306
(Benefits paid + interest)	(16,597,004)	(20,318,597)
Liability loss/(gain)	55,766,883	(3,757,043)
Present value of obligation at end of period	454,207,656	366,872,654

(vi) Reconciliation of fair value of plan assets:

	31 December 2008 MUR	31 December 2007 MUR
Fair value of plan assets at start of period	299,924,296	238,870,000
Expected return on plan assets	32,974,568	42,092,650
Employer contributions	16,618,384	17,644,230
(Benefits paid + other outgo)	(16,929,372)	(20,748,411)
Asset (loss)/gain	(55,415,433)	22,065,827
Fair value of plan assets at end of period	277,172,443	299,924,296

(vii) At balance sheet date, the assets of the plan were:

	% of fair value of total plan assets	
	31 December 2008	31 December 2007
Government securities & cash	57.4	46.2
Overseas equities & bonds	13.6	17.0
Local equities	19.2	26.7
Loans	8.7	9.1
Property	1.1	1.0
TOTAL	100.0	100.0

Notes to the financial statements (Contd)

for the year ended 31 december 2008

15. RETIREMENT BENEFIT OBLIGATIONS (Contd)

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

	31 December 2008 MUR	31 December 2007 MUR
Fair value of plan assets	277,172,443	299,924,296
Present value of defined benefit obligation	(454,207,656)	(366,872,654)
Surplus /(deficit)	(177,035,213)	(66,948,358)
Asset experience (loss)/gain during the period	(55,415,433)	22,065,827
Liability experience (loss)/gain during the period	(55,766,883)	3,757,043

(ix) Expected Employer's contributions for the year ending 31 Dec 2009: Rs. 17,797,742

16. ACCOUNTS PAYABLE

	31 December 2008 MUR	31 December 2007 MUR
Provision for insurance compensation (see note 17)	406,676,407	851,330,100
Reinsurance premiums payable	6,289,112	11,561,474
Creditors for compensation and premium	167,852	162,205
Amounts owed to SIT planters	25,876	2,201
Other Creditors	2,601,807	291,308
Accruals	1,743,231	2,696,821
Provision for staff passage benefits (note 13)	2,000,000	3,100,000
Short term employee benefits (note 14)	6,698,670	5,210,328
	426,202,955	874,354,437

17. PROVISION FOR INSURANCE COMPENSATION

At start of year/period	851,330,100	583,572,641
Less : Payment during the year / period	(849,830,575)	(583,572,641)
Add : Provision for the year / period	405,176,882	851,330,100
At December	406,676,407	851,330,100

18. REINSURANCE PREMIUM

Reinsurance premium for Crop 2008 was paid under contract signed for an aggregate cover of 100% of the general premium income in excess of 150% of the general premium income. The Fund is a co-reinsurer to an extent of 25% of the cover.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

19. INTEREST INCOME

	Year ended 31 December 2008 MUR	18 Months ended 31 December 2007 MUR
Held to maturities deposits	180,915,371	244,347,482
Cash and cash equivalent	21,417,990	38,160,567
Loans & receivables	37,123,899	61,442,896
Others	-	9,193
	239,457,260	343,960,138

20. ADMINISTRATIVE EXPENSES

Included in administrative expenses are:

Staff costs	99,070,249	131,847,839
Directors fees	672,175	1,042,552
Auditors' remuneration	200,000	200,000

21. TAXATION

The Fund is exempt from income tax

22. RELATED PARTY TRANSACTIONS

The Fund is making the following related party transaction disclosures in accordance with IAS 24, Related Party Disclosures:

	31 December 2008 MUR	31 December 2007 MUR
(a) Outstanding balances		
Loans advanced to:		
(i) Key management personnel	653,780	509,999
(ii) Entity under common control	40,000,000	48,000,000
	40,653,780	48,509,999

- (i) Loans advanced to key management personnel under condition of service.
- (ii) Loans advanced to entity under common control represent loans granted to Mauritius Housing Corporation Ltd.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

22. RELATED PARTY TRANSACTIONS (Contd)

	31 December 2008 MUR	31 December 2007 MUR
(b) Transactions with entity under common directorship		
- Deposits	208,704,383	165,092,359
- Loans granted	718,662,109	1,204,821,839

Transactions with entity under common directorship represent:

- (i) deposits with Afrasia Bank and Capital Leasing Co. Ltd.
- (ii) loans granted to the Mauritius Sugar Syndicate.

These transactions have been effected at full arm's length.

(c) Compensation of key management personnel:		
- Short term benefits	3,038,310	3,431,880
- Post-employment benefits contribution	466,578	507,878
- Other benefits	955,939	1,272,591
	4,460,827	5,212,349

As per provisions of the Act constituting the Fund, the directors represent the interest of stakeholders. However, the Board considers that such representation does not trigger any other related party transactions that would require any further disclosure.

23. FINANCIAL INSTRUMENTS

23.1 Significant accounting policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 3 to the financial statements.

23.2 Categories of financial instruments

Financial assets

	31 December 2008 MUR	31 December 2007 MUR
- Held to maturity investments	1,934,781,463	1,842,213,656
- Loans and Receivables (including cash & Cash Equivalents and excluding prepayments)	1,785,703,952	1,864,042,417
- Available for sale financial assets	888,690,069	984,664,049
	4,609,175,484	4,690,920,122
Financial liabilities		
Liabilities	571,785,879	1,004,212,462

Notes to the financial statements (Contd)

for the year ended 31 december 2008

23. FINANCIAL INSTRUMENTS (Contd)

23.3 Financial risk management

The Fund is exposed to financial risks namely market risk (including currency risk, interest rate risk and market price risk), credit risk and liquidity risk.

(i) Market risk

The Fund's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

- **Foreign currency risk management**

The Fund undertakes certain transactions denominated in foreign currencies. Hence, the Fund is exposed to the risk that the exchange rate of the Mauritian rupee relative to the currencies listed below may change in a manner which has a material effect on the reported values of its financial assets and financial liabilities. The price paid to producers being influenced by the value of foreign currency exchange rates, reserves have been built in foreign currencies.

The currency profile of the financial assets and financial liabilities is summarised as follows:-

Currency profile

	Financial assets 2008 MUR	Financial liabilities 2008 MUR	Financial assets 2007 MUR	Financial liabilities 2007 MUR
Currency				
Mauritian Rupees	3,445,180,763	571,785,879	3,651,643,709	1,004,212,462
United States Dollars	553,215,400	-	631,955,992	-
Euro	586,432,330	-	378,804,933	-
British Pounds	24,346,991	-	28,704,067	-
	4,609,175,484	571,785,879	4,691,108,701	1,004,212,462

The Fund is mainly exposed to USD and Euro.

The following table details the Fund's sensitivity to a 1% increase and decrease in the Rupee against the relevant foreign currencies. The sensitivity analysis includes only foreign currency denominated monetary items and adjusts their translation at the period end for a 1% change in foreign currency rates. A positive number below indicates an increase in profit and other equity where the Rupee strengthens by 1% against the relevant currency. There would be an equal and opposite impact on profit and other equity, if the rupee weakens by 1%.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

23. FINANCIAL INSTRUMENTS (Contd)

23.3 Financial risk management (Contd)

(a) USD Impact

	31 December 2008 MUR	31 December 2007 MUR
Profit or loss in Balance Sheet	4,086,670	4,532,918
Revaluation Reserve in Balance Sheet	1,445,483	1,786,642
(b) EURO Impact		
Profit or loss in Balance Sheet	5,419,607	3,387,206
Revaluation Reserve in Balance Sheet	444,716	400,844

The above is mainly attributable to:

- (i) available-for-sale securities
- (ii) held to maturity securities and deposits

The Fund's sensitivity to EURO has increased during the current period mainly due to conversion of part of USD into EUROS.

• Interest rate risk management

The Fund is not exposed to interest rate risk as none of its financial liabilities is interest bearing and most of the Fund's loans receivable and fixed deposits are fixed-interest bearing.

The interest rate profile of the financial assets of the Fund as at 31 December 2008 was:-

Financial assets	Currency	Fixed Interest rate		Floating Interest rate	
		2008 %	2007 %	2008 %	2007 %
Bank Deposits	MUR	5.50	8.25	-	-
Loan to MHC	MUR	-	-	11.25 – 13.75	11.50 – 13.75
Loan to MSS	MUR	8.00 – 9.85	7.85 – 11.25	-	-
Loan to MSS	EUR	4.20 – 4.95	3.10 – 4.20	-	-
Fixed deposits	MUR	8.10 – 10.80	10.25 – 13.15	-	-
Fixed deposits	GBP	4.80 – 5.74	4.36 – 6.10	-	-
Fixed deposits	USD	2.00 – 5.00	4.00 – 5.25	-	-
Fixed deposits	EUR	2.30 – 4.85	2.59 – 4.20	-	-
Yields on T.Bills	MUR	6.75 – 10.20	8.00 – 13.56	-	-

Notes to the financial statements (Contd)

for the year ended 31 december 2008

23. FINANCIAL INSTRUMENTS (Contd)

23.3 Financial risk management (Contd)

- **Market price risk**

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices no matter whether these changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market.

The carrying amount of investments which are traded on the market may be subject to market price variations. The Fund manages this risk by holding a diversified portfolio of investments in Mauritius and overseas.

The following table details the Fund's sensitivity to a 1% decrease/increase in the price of its equity investments.

	31 December 2008 MUR	31 December 2007 MUR
Available-for-sale securities	8,886,900	9,846,640

(ii) Credit risk management

Credit risk is the risk that a counter party will default on its contractual obligations resulting in financial loss to the fund. The Fund's credit risk is primarily attributable to its insurance receivables. However, there was no concentration of credit risk at balance sheet date since there were no outstanding insurance receivables.

(iii) Liquidity risk management

The Fund is exposed to calls on its available cash resources mainly from substantial claims arising from insurance contracts. The Fund manages this exposure through reinsurance.

The ultimate responsibility for liquidity risk management rests with the board of directors, which has built an appropriate framework for the management of the Fund's short, medium and long-term funding and liquidity management requirements. The Fund manages liquidity risk by maintaining adequate liquidity reserves, banking facilities and highly liquid investments, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

23. FINANCIAL INSTRUMENTS (Contd)

23.3 Financial risk management (Contd)

Liquidity risk tables

The following table details the Fund's remaining maturity for its **contractual** liabilities. The table has been drawn up based on the undiscounted cash flow of financial liabilities based on the earliest date on which the Fund can be required to pay.

	<i>Within 1 month MUR</i>	<i>1 to 3 months MUR</i>	<i>3 months to 1 year MUR</i>	<i>More than 1 year MUR</i>
Liabilities	1,743,231	409,304,090	6,456,964	-

The following table details the Fund's expected maturity for its financial assets. The table has been drawn up based on the undiscounted cash flow of contractual maturities of the financial assets including interest that will be earned on those assets except where the fund anticipates that the cash flow will occur in a different period.

	<i>Within 1 month MUR</i>	<i>1 to 3 months MUR</i>	<i>3 months to 1 year MUR</i>	<i>More than 1 year MUR</i>	<i>No fixed maturity MUR</i>
Held to maturity (incl. interest)	338,936,277	166,255,661	1,067,409,930	323,992,366	-
Available-for-sale	-	-	-	-	888,690,069
Loans & Receivables	2,274,014	718,662,109	11,411,350	44,201,512	1,673,103
Cash & cash equivalents	1,007,481,863	-	-	-	-
	1,348,692,154	884,917,770	118,152,280	368,193,878	890,363,172

24. MANAGEMENT OF INSURANCE RISKS

Insurance risk

The risk under any one insurance contract is the possibility that the insured event occurs and the uncertainty of the amount of the resulting claim. By the very nature of an insurance contract, this risk is random and therefore unpredictable.

For a portfolio of insurance contracts where the theory of probability is applied to pricing and provisioning, the principal risk that the Fund faces under its insurance contracts is the actual claims and benefit payments not covered by the reinsurance contracts.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

24. MANAGEMENT OF INSURANCE RISKS (Contd)

Insurance contracts

(i) Frequency and severity of claims

If any, their severity is largely dependent upon climatic conditions prevailing such as the occurrence of cyclones, droughts and excessive rainfall.

Reinsurance/co-insurance arrangements are such that the Fund is adequately protected and would only suffer predetermined amounts.

(ii) Concentration of insurance risks

Because the Fund's main activities are restricted to providing insurance to the Sugar Industry against losses in sugar production, it faces similar risks in all of its insurance contracts such that the variability of the expected outcome cannot be reduced.

The Fund manages part of such risks through reinsurance arrangements mostly. The Fund's reinsurance strategy is set by its Board of Directors. It is itself responsible for monitoring and controlling reinsurance activity.

(iii) Sources of uncertainty in the estimation of future claim payments

Claims are payable on a claims-assessment basis. The Fund is liable for all insured risks that occurred during the crop year, even if the loss is discovered after the end of the crop year.

Although the Fund has in place estimation processes which consider all the factors that can influence the amount and timing of cash flows about the estimated costs of claims, such processes may prove to be very uncertain since the claims are mostly long tail. The Fund takes all reasonable steps to ensure that it has appropriate information regarding its claims exposures.

25. SENSITIVITY ANALYSIS

The risk associated with the insurance contracts are complex and subject to a number of variables that complicate sensitivity analysis. The Fund uses assumptions based on internal and external data to measure its claims. Internal data is derived mostly from the Fund's records.

The assumptions used are as follows:

(i) Climatic conditions

Climatic conditions include effects of cyclonic winds, below long term mean rainfall and above long term mean rainfall.

(ii) Estimated islandwide tonnage of canes of 4.53 millions

Islandwide tonnage of canes is the total tonnage of canes harvested and milled.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

25. SENSITIVITY ANALYSIS (Contd)

(iii) *Estimated islandwide extraction rate of 10.05%*

Islandwide extraction rate is the sugar to be extracted from canes milled for sugar production based on the average % polarisation of cane (richesse).

(iv) *Estimated islandwide sugar production of 455,000 tonnes*

Islandwide sugar production is the total estimated sugar produced out of the total estimated tonnage of canes milled at the estimated islandwide extraction rate.

(v) *Estimated Harvestable Extent of 60,600 Hectares*

Harvestable extent is the total land under cane cultivation meant for sugar production.

(vi) *Estimated islandwide Total Insurable Sugar 541,700 tonnes*

Islandwide total insurable sugar is based on the individual sugar potential of each insured and the estimated harvestable extent of cane growers.

(vii) *Estimated islandwide average ranking 8.4*

The islandwide average ranking is the average ranking of all insureds weighted by their total insurable sugar (potential).

The main variable which has the most material effect on insurance liabilities is total sugar production. The Directors believe that the liability for the claims carried at the year end is adequate. An adverse variance of estimated islandwide sugar production to the extent of 1% would require the recognition of an additional amount of MUR45 million.

Notes to the financial statements (Contd)

for the year ended 31 december 2008

26. CLAIMS HISTORY AND DEVELOPMENT

The claims history and development is summarised below:

General and Fire insurance

Crop Year	General and Fire Compensation	General and Fire Premium	Loss Ratio
2008	413,151,817	718,619,771	57.5%
2007	857,278,983	838,498,228	102.2%
2006	583,572,641	849,437,679	68.7%
2005	575,718,022	896,012,073	64.3%
2004	352,121,689	856,096,951	41.1%
2003	630,267,206	837,247,936	75.3%

No reinsurance proceeds were receivable from the above periods analysed.

27. CONTROLLING PARTY

The Government of Mauritius is regarded as the controlling party as it appoints the directors of the Fund.

Appendix B

FINANCIAL AND STATISTICAL TABLES

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I	Statement of Funds
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Table 1: Statement of Funds

Financial Year	Income			Expenditure				Operating Surplus/ (Deficit)	Cumulative Fund Reserves
	Net Premium	Other contributions	Investments & Other Income	Total Income	Net compensation	Net Reinsurance Premium	Operating Expenses		
	Note 2	Note 3	Note 4		Note 5	Note 6	Note 7		
Up to 1998	7,405,968,998	807,619,582	1,472,390,045	9,685,978,625	6,477,043,919	1,259,861,562	698,009,323	1,252,063,821	1,252,063,821
1998/1999	734,199,840	-	111,271,305	845,471,145	388,348,502	98,333,374	73,589,754	285,199,515	1,537,263,336
1999/2000	675,519,379	1,301,784,325	142,517,307	2,119,821,011	2,282,548,059	194,151,127	77,667,622	(434,545,797)	1,102,717,539
2000/2001	637,516,175	204,239	121,474,106	759,194,520	359,467,735	75,133,343	78,558,068	246,035,374	1,348,752,913
2001/2002	727,453,281	-	188,511,709	915,964,990	69,844,329	171,179,007	90,085,102	584,856,552	1,933,609,465
2002/2003	800,228,759	-	255,044,145	1,055,272,904	814,135,579	185,291,404	95,418,324	(39,572,403)	1,894,037,062
2003/2004	837,256,065	-	432,189,979	1,269,446,044	629,033,959	145,377,305	93,884,812	401,149,968	2,295,187,030
2004/2005	896,012,073	-	177,893,428	1,073,905,501	575,718,022	91,126,553	101,975,541	305,085,385	2,600,272,415
2005/2006	849,437,679	-	244,393,634	1,093,831,313	583,572,641	83,143,754	128,419,854	299,695,064	2,898,967,479
2007	838,543,820	-	407,357,609	1,245,901,429	864,726,127	83,191,051	169,436,205	128,548,046	3,027,515,525
2008	717,886,029	-	369,475,477	1,087,361,506	411,675,744	61,745,852	128,694,493	485,245,417	3,512,760,942
TOTAL	15,120,022,098	2,109,608,146	3,922,518,744	21,152,148,988	13,456,114,616	2,447,534,332	1,735,739,098	3,512,760,942	

Notes

- Figures for financial years 2003/2004, 2004/2005 and 2007 have been restated on application of new IFRS
- Net Premium includes Total General and Fire Premium receivable from all insureds, net of adjustments.
- Other contributions include receipts from Price Stabilisation Fund, cyclone and Drought Reserve Fund, Special levy, Recoveries from Reinsurers and other transfers from reserves.
- Other income includes all other items not classified under Note 2 and 3 and also includes items posted directly to reserves.
- Net compensation includes amounts payable during the financial year/period, net of adjustments.
- Reinsurance premium is based on amounts payable during the financial year/period, net of adjustments.
- Operating expenses include all other items not classified under Note 5 and 6

Table II: Reinsurance

Year	Reinsurance Premium (Rs)	Reinsurance Compensation (Rs)
Up to 1997/1998	1,258,861,562	469,103,749
1998/1999	98,067,048	-
1999/2000	204,369,607	1,277,804,087
2000/2001	78,804,510	-
2001/2002	179,737,907	-
2002/2003	194,555,974	-
2003/2004	273,734,284	-
2004/2005	114,970,722	-
2005/2006	98,956,256	-
2007	83,191,051	-
2008	61,475,852	-

Figures for the financial year 2004/2005 have been restated on the application of IRFS in the financial year 2005/2006

Table III: Fire Statistics, Crop 2008

Sector	Cases Compensated (Number)	Effective Area Burnt (Hectares) (1)	Total Area Harvested (Hectares) (2)	Area Burnt as % of Area Harvested %(1)/(2)
North	103	66.436	14,044	0.5
East	20	11.851	16,159	0.1
South	28	32.196	19,541	0.2
West & Centre	40	24.974	10,637	0.2
Island	191	135.457	60,381	0.2

Table IV: Fire Insurance

	Fire Premium	Fire Compensation	Balance of Fund
	Rs M		
Up to 1997	45.1	34.7	17.4
1998/1999	7.2	7.3	17.3
1999/2000	7.1	11.5	12.9
2000/2001	6.9	2.3	17.5
2001/2002	6.8	4.2	20.1
2002/2003	6.8	3.9	23.0
2003/2004	6.6	1.8	27.8
2004/2005	6.3	11.5	22.6
2005/2006	6.1	9.9	18.8
2007	7.1	7.1	18.8
2008	6.8	6.7	18.9

Figures for the financial year 2004/2005 have been restated on the application of IFRS in the financial year 2005/2006.

Table V: Sugar Price

	Planters	Millers	Weighted
	(Rupees)		
1999	12,361	12,325	12,352
2000	11,066	10,950	11,040
2001	12,875	12,650	12,826
2002	14,252	14,100	14,219
2003	15,316	15,200	15,290
2004	16,094	15,900	16,051
2005	17,392	17,050	17,317
2006	17,120	16,700	17,028
2007	18,206	17,900	18,139
2008	16,444	16,000	16,346

Table VI: Analysis by Ranking, Crop 2008

Ranking	Planters (Number)	Area Harvested (Hectares)	Canes Milled	(Tonnes)		Shortfall	(Rupees)	
				Insurable Sugar	Sugar Produced		General Premium	General Compensation
Up to 5.4	8,370	7,952	468,195	47,519	35,898	5,685	69,046,729	52,177,757
5.5- 5.9	3,664	3,351	226,673	21,367	17,469	2,174	30,605,304	19,820,794
6.0- 6.4	2,114	2,786	183,381	17,876	14,249	1,842	25,231,443	16,935,836
6.5- 6.9	1,802	5,449	410,773	61,196	50,608	4,068	84,117,723	37,860,010
7.0- 7.4	1,693	6,181	425,463	43,122	34,150	4,829	59,265,942	46,328,074
7.5- 7.9	1,202	3,708	280,252	26,557	22,062	2,277	36,185,458	22,123,887
8.0- 8.4	1,049	1,133	82,678	53,556	45,613	3,451	70,285,302	33,448,391
8.5- 8.9	739	5,844	460,346	50,931	45,693	2,000	66,940,975	19,851,371
9.0- 9.4	628	3,897	299,177	38,016	32,310	2,498	49,177,516	29,636,015
9.5- 9.9	461	9,732	784,277	101,520	85,716	8,471	129,213,838	88,414,237
10.0-10.4	357	715	56,970	5,067	4,521	234	6,407,864	2,488,481
10.5-10.9	229	3,488	323,774	27,603	26,474	70	33,869,584	768,156
11.0-11.4	137	2,061	150,429	13,231	11,351	1,123	16,051,414	12,578,108
11.5-11.9	103	625	60,924	5,160	4,541	355	6,015,239	4,099,819
12.0-12.4	73	540	49,920	4,344	3,821	303	4,994,286	3,539,446
12.5-12.9	50	33	2,946	251	234	14	277,725	162,737
13.0-13.4	24	565	50,418	4,123	3,886	41	4,406,469	491,226
13.5-13.9	18	2,295	214,604	18,745	16,605	1,261	19,572,987	15,649,893
14.0-14.4	16	7	551	45	44	1	44,612	16,973
14.5-14.9	9	11	960	92	75	14	86,705	179,979
15.0 or more	9	8	673	61	54	7	54,843	61,986
Island	22,747	60,381	4,533,384	540,382	455,374	40,718	711,851,958	406,633,176

Table VII: Events by Factory Area, 1999-2008

Factory Area	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
North										
Belle Vue	D	D	D	C&D&E	C&D	--	D&E	D&E	C&D&E	D&E
Mon Loisir	D	D	D	C&D&E	C&D	--	D&E	D&E	C&D&E	D&E
East										
Beau Champ	C&D	D&E	D	C&D&E	C&E	E	E	C&D&E	C&D&E	E
FUEL	C&D	D&E	--	C&D&E	C&E	E	E	C&D&E	C&D&E	E
South										
Britannia	D	D	D	C&D&E	Mill ceased operation					
Mon Tresor	C&D	D	--	C&D&E	C&E	E	E	C&D&E	Mill ceased operation	
Riche en Eau	C&D	D&E	--	C&D&E	C&E	E	E	C&D&E	Mill ceased operation	
Rose Belle	D	D	D	Mill ceased operation						
Savannah	C&D	D&E	--	C&E	C&E	E	E	C&D&E	C&D&E	E
St Felix	C&D	D	--	C&D&E	C&E	E	E	Mill ceased operation		
Union	C&D	D	--	C&D&E	C&E	E	E	C&D&E	C&D&E	E
West & Centre										
Medine	C&D	D	D	C&E	D	--	D&E	D&E	C&D&E	D&E
Highlands	D	D	D	Closed						
Mon Desert Alma	D	D	D	C&D&E	C&E	E	E	C&D&E	C&D&E	Closed

Table VIII: Events (1957-2008)

Events	1957 - 1959	1960 - 1969	1970 - 1979	1980 - 1989	1990 - 1999	2000 - 2008	Total
C	1	4	2	1	1	--	9
C & D	--	2	2	--	2	--	6
C, D & E	--	--	1	--	--	4	5
C & E	--	--	--	2	--	--	2
D	2	4	2	4	5	1	18
D & E	--	--	2	2	2	3	9
E	--	--	1	1	--	1	3

Legend: C : Cyclone
D : Drought
E : Excessive Rainfall

Table IX: Area Irrigated (Hectares), Crop 2008

Sector	Overhead Irrigation	Surface Irrigation	Drip Irrigation	Area Irrigated (a)	Area Harvested (b)	% (a)/ (b)
North	5,692	491	1,085	7,268	14,044	52
East	3,459	-	282	3,741	16,159	23
South	4,650	-	526	5,176	19,541	26
West & Centre	4,463	562	247	5,272	10,637	50
Island	18,264	1,053	2,140	21,457	60,381	36

Source: Irrigation Authority

Table X: Credit Co-operative Societies, Crop 2008

Sector	Planters	Area	Sugar	Insurable	General	General
		Harvested	Produced	Sugar	Premium	Compensation
	(Number)	(Hectares)	(Tonnes)		(Rupees)	
North	2,877	1,764	8,985	11,325	16,205,521	12,133,350
East	3,477	2,020	11,336	13,191	18,103,335	10,587,797
South	3,134	1,863	9,237	11,560	15,870,886	13,128,546
West & Centre	1,106	633	3,038	3,759	5,300,152	3,916,487
Island	10,594	6,280	32,596	39,835	55,479,894	39,766,180

Table XI: Millers, Crop 2008

Sector	Millers	Sugar	Insurable	General	General
		Produced	Sugar	Premium	Compensation
	(Number)	(Tonnes)		(Rupees)	
North	1	18,564	23,323	31,421,216	19,857,444
East	2	39,096	45,863	59,931,308	26,166,465
South	2	32,650	39,107	49,499,449	34,519,467
West & Centre	1	9,402	10,591	13,454,824	3,629,127
Island	6	99,712	118,884	154,306,797	84,172,503

Table XII: Area Harvested & Caneweight, crop 2008

Sector	Up to 0.49 H	0.5 to 0.99 H	1 to 1.99 H	2 to 4.99 H	5 to 9.99 H	10 to 99.99 H	100 H and above	Total
North	Area Harvested (Hectares)	850	869	1,028	1,022	383	719	9,173
	Cane Weight (Tonnes)	58,930	59,245	71,317	71,653	26,070	49,025	671,446
East	Area Harvested (Hectares)	967	1,197	1,329	1,482	476	633	10,075
	Cane Weight (Tonnes)	66,559	80,462	89,774	102,523	31,831	43,065	784,127
South	Area Harvested (Hectares)	957	1,173	1,155	1,334	502	886	13,534
	Cane Weight (Tonnes)	63,123	73,732	73,340	81,009	29,962	62,375	1,113,387
West & Centre	Area Harvested (Hectares)	340	815	634	587	345	717	7,199
	Cane Weight (Tonnes)	20,305	48,282	40,199	37,692	27,432	55,083	601,436
Island	Area Harvested (Hectares)	3,114	4,054	4,146	4,425	1,706	2,955	39,981
	Cane Weight (Tonnes)	208,917	261,721	274,630	292,877	115,295	209,548	3,170,396
								4,533,384

Table XIII: Number of Planters , Sugar Poduced & Insurable Sugar, Crop 2008

Sector		Up to 0.49 H	0.5 to 0.99 H	1 to 1.99 H	2 to 4.99 H	5 to 9.99 H	10 to 99.99 H	100 H and above	Millers	Total
North	Number of Planters	3,478	1,218	744	357	59	21	11	1	5,889
	Sugar Produced (Tonnes)	4,319	4,343	5,237	5,310	1,949	3,797	52,659	18,564	96,178
	Insurable Sugar (Tonnes)	5,567	5,602	6,680	6,701	2,467	4,948	63,733	23,323	119,021
East	Number of Planters	3,871	1,672	953	511	70	27	3	2	7,109
	Sugar Produced (Tonnes)	5,310	6,418	7,156	8,175	2,551	3,452	63,421	39,096	135,579
	Insurable Sugar (Tonnes)	6,381	7,675	8,519	9,587	3,047	3,970	73,626	45,863	158,668
South	Number of Planters	3,573	1,620	822	454	74	26	20	2	6,591
	Sugar Produced (Tonnes)	4,967	5,706	5,698	6,265	2,314	4,817	85,667	32,650	148,084
	Insurable Sugar (Tonnes)	6,314	7,219	7,109	7,901	2,936	5,775	101,216	39,107	177,577
West & Centre	Number of Planters	1,341	1,076	462	198	48	24	8	1	3,158
	Sugar Produced (Tonnes)	1,571	3,651	3,085	2,925	2,216	4,450	48,233	9,402	75,533
	Insurable Sugar (Tonnes)	2,009	4,690	3,828	3,692	2,602	5,498	52,206	10,591	85,116
Island	Number of Planters	12,263	5,586	2,981	1,520	251	98	42	6	22,747
	Sugar Produced (Tonnes)	16,167	20,118	21,176	22,675	9,030	16,516	249,980	99,712	455,374
	Insurable Sugar (Tonnes)	20,271	25,186	26,136	27,881	11,052	20,191	290,781	118,884	540,382

Table XIV: Premium, Compensation & Shortfall, Crop 2008

Sector		Up to 0.49 H	0.5 to 0.99 H	1 to 1.99 H	2 to 4.99 H	5 to 9.99 H	10 to 99.99 H	100 H and above	Millers	Total
North	Premium (Rs)	7,968,786	8,011,127	9,570,539	9,603,765	3,491,236	7,119,551	87,571,335	31,421,216	164,757,555
	Compensation (Rs)	6,688,315	6,727,507	7,130,147	6,708,362	2,583,873	5,921,965	40,903,590	19,857,444	96,521,203
	Shortfall (Tonnes)	731	733	783	733	282	641	4,200	2,147	10,250
East	Premium (Rs)	8,831,725	10,614,825	11,753,465	13,239,546	4,185,046	5,419,702	97,022,893	59,931,308	210,998,510
	Compensation (Rs)	6,131,162	6,906,948	7,010,102	7,749,470	2,666,790	3,003,399	48,372,964	26,166,465	108,007,300
	Shortfall (Tonnes)	663	737	748	817	279	318	4,789	2,715	11,066
South	Premium (Rs)	8,724,183	10,034,689	9,812,582	10,923,224	4,084,186	7,756,485	124,490,739	49,499,449	225,325,537
	Compensation (Rs)	8,060,440	8,496,761	8,253,778	9,044,059	3,453,631	5,820,670	89,402,826	34,519,467	167,051,632
	Shortfall (Tonnes)	846	894	865	946	358	350	8,141	3,431	15,831
West & Centre	Premium (Rs)	2,852,630	6,674,005	5,417,889	5,210,342	3,702,257	7,771,584	65,686,825	13,454,824	110,770,356
	Compensation (Rs)	2,362,986	5,713,998	3,927,696	3,640,292	1,721,612	4,010,478	10,046,852	3,629,127	35,053,041
	Shortfall (Tonnes)	259	620	426	398	172	359	975	362	3,571
Island	Premium (Rs)	28,377,324	35,334,646	36,554,475	38,976,877	15,462,725	28,067,322	374,771,792	154,306,797	711,851,958
	Compensation (Rs)	23,242,903	27,845,214	26,321,723	27,142,183	10,425,906	18,756,512	188,726,232	84,172,503	406,633,176
	Shortfall (Tonnes)	2,499	2,984	2,822	2,894	1,091	1,668	18,105	8,655	40,718

Table XV: Past Years Data (1999-2008)

Crop Year	Planters (Number)	Area Harvested (Hectares)	Canes Milled	(Tonnes)			(Rupees Th)		Crop Reduction %	Events
				Sugar Produced	Insurable Sugar	Shortfall	General Premium	General Compensation		
1999	31,185	73,096	3,894,992	374,544	708,151	279,317	665,473	2,231,620	47	D ; C : Davina
2000	28,461	71,912	5,109,402	571,266	690,891	54,548	630,436	356,116	17	D & E
2001	28,659	72,087	5,792,327	648,090	682,455	8,497	720,384	63,938	5	D
2002	28,165	71,482	4,874,043	523,167	684,373	94,189	793,416	814,662	24	D; E; C: Dina
2003	28,046	69,995	5,200,045	538,904	662,649	66,943	830,615	628,513	19	D; E; C: Gerry, Manou
2004	27,617	68,745	5,281,455	574,140	644,356	36,120	849,606	349,302	11	E
2005	26,898	67,404	4,984,315	521,541	628,854	54,188	889,665	566,857	17	D & E
2006	25,693	65,243	4,695,173	506,576	608,730	56,736	843,454	581,800	17	D; E; C: Diwa
2007	24,342	63,188	4,236,793	438,068	567,003	77,774	830,595	848,782	23	D; E; C: Gamede
2008	22,747	60,381	4,533,384	455,374	540,382	40,718	711,852	406,633	16	D & E

Note: C: Cyclone; D: Drought; E: Excessive rainfall

Staff List

HEAD OFFICE

Athion L, Audit M, Aumeerally A, Ballgobin R, Basant Rai S, Belut S, Bhuttoah R, Boodhoo S, Bundhoo V, Bundhun U, Chamroo S D, Chinappen V, Chong Chap Sin J S S, Coopamah P P, Dabee R, Damry K, Dewan D, Dewkurrin M, Doollub K, Gangaram J, Gangoo V, Gansam D, Geerjanan A, Ghumondie C, Gooroochurn G, Gujadhur D, Gunesh M, Gungadeen G, Gunness B, Halkhoree S, Huree A, Jagun R, Jahul A, Jankee M D, Janoo S, Jatoonah S, Jeewoath V, Jhuree S, Jhoottee N, Jooron V, Kallychurn R, Kishto L, Khemraz Y, Koolash K, Koonja S D, Kurreemun U D, Lock Son Y, Mahadeo R, Maulloo K, Munohur A, Nathoo Y, Newk Fonheyto J, Pareemanun K, Parsad P, Pattoo S, Peermamode M Y, Perianen D, Poreema A, Purmessur D, Purryag K, Purryag D, Ragen-Beeharry S, Ragudu M, Ramanna S, Ramaswami V, Rambojun R, Ramlall C, Ramlochund P, Ramnochane P, Ramrecha D, Ramrichia R, Ramsokul H, Rosunee H D, Runglollsing B, Sahajasein A, Seblin F, Seeboo S, Servansingh S, Shookhye V, Sonahee R, Soobrayen N S, Sookun R, Soopal R, Sooruyah P, Sreemantoo N, Surjoo Rita, Tauckoor R, Vayapooree K P.

CAMP DE MASQUE

Baboolall R K, Bhaukaurally R, Bulato G, Bumma D, Cuniah A S, Jugnarain P, Kaderbatia T M, Luttoo S, Maghun D, Moorut R, Naiko R, Nauthoo A, Nunhuck M, Pothen N, Rajoo D, Rambhojoo R, Ramdewor B, Siburuth R, Soodhoo H.

MARE D'ALBERT

Andian M, Bansy G, Beedassy M K, Beeharry A P, Bonomally D, Bhunjun K, Bissoonauth V K, Boodhooa T, Buchoo J, Bundhun R, Chevathian H, Groodoyal T, Kissensing N, Mokoonlall J, Mungra P, Mungur Harrish, Nathoo D, Nistar S, Nunnoo M R, Pillay A S, Pydiah N, Ramsahye A, Seebaluck K, Seechurn K, Seegolum R, Soobrayen J M, Soogumbur M, Sooklall P, Soonarane T, Sunassee L.

PAMPLEMOUSSES

Aiahsaib M, Appa A, Appadoo P, Bachoo T K, Bamma S L, Bhuckory R, Bijlall R, Bissessur S, Bohorun B, Buton S, Callychurn S K, Chacoory N, Choolun O, Charlot-Colomes C, Curpen D, Dinnoo P S, Dookhy D, Emerith D, Goorah V, Hulkua S, Jagoo B, Khettoo C, Khoodeeram H, Leddah I, Luckyram T, Maywah R, Mungur Hunsraj, Narsimulu S, Punchu S, Ramasawmy A P, Ramchurn I, Ramkeessoon O, Ramkurrin R, Ramsahye D, Ramsamy S, Sanassee S, Sheik Fareed Y, Sookaloo S, Sookun A, Sreepaul D, Surjoo Rajandra, Teeluck K.

QUARTIER MILITAIRE

Anadachee S, Arsadi R, Bachasingh Y, Baldeo R, Balgobin K, Beemadoo R, Bhoondah R, Bissessur D, Buljeeon A S, Chitamun B, Coolanaden N, Daby V, Doorgah A K, Golam I, Hossen N K, Kadoo V, Mautadin R, Mohabeer A, Mohajeer R, Mohun S, Mookien S, Multra S, Paniken M, Ramhit S, Ramiad D S, Ramkissoon B, Ramtohil D, Roopun B, Sauba D A, Seebaluck A, Seebaluck P, Seewooram A, Sheoraj K, Sohabul S, Sookun D, Taulloo P.

Staff List (Contd)

SOUILLAC

Appiah A, Beelato D, Bhooabul B, Bhunjun B, Bhurtun S, Coomaraswamy P, Coondiah V, Dewoo S, Ghoola L, Goberdhan S, Greedharee R K, Jahajeeah R, Jayeprokash D, Jamansing Y, Jumnah M, Kissensing R, Luchmun S, Mooneesawmy S, Nuckcheda S, Nundun O, Ramdowar S, Sham R, Soobroydoo C, Teeluck J, Toory A.

VACOAS

Appadoo B, Arnasalon S, Bhaukaurally Reshad, Chowrimootoo F, Dargaye S, Dinajsing A, Garibdass J, Gopal S, Gunesssing T, Jeewooth R, Jhurkut S, Jules E M, Kanhye S, Kathapermal S, Mangra B, Mathurah I, Motee N, Nathoo C, Oozeer R, Peerun N, Peryagh G, Ramsokul K, Rosun M, Sandean I, Seebun R, Seekuntoo R, Seewoonauth I S, Sooben K, Tackopersadh S, Veeren S.

RETIREMENT

The following officers retired from the services of the Board: Mrs. A Munohur, Mr. K Seebaluck, Mr. A K Doorgah, & Mr. E M Jules.

VACATED POST

The following officers vacated their post: Mr. T K Bachoo & Mr. B Jagoo.

RESIGNATION

The following officers resigned from the services of the Board: Mr. P Appadoo, Mr. L Kishto, Miss A Geerjanan & Mrs. H. D Rosunee (resigned on 30.04.08).

OBITUARY

It is noted with regret that the following officers passed away: Mr. D Bonomally & Mr. T Luckyram.



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