



SUGAR INSURANCE FUND BOARD

Annual Report 2010





SUGAR INSURANCE FUND BOARD

Annual Report 2010







# Table of Contents

Chairman's Letter	4
Letter to Insureds	5
Corporate Information	6
Corporate Governance Report	9
Directorate and Management	10.
Address of Offices	15
Crop 2010 Overview	16
Financial Performance	19
Appendix A:	
Report from the Director of Audit	23
Financial Statements 2010	27
Appendix B:	
Financial & Statistical Tables	62
Staff Matters	73
Glossary	76



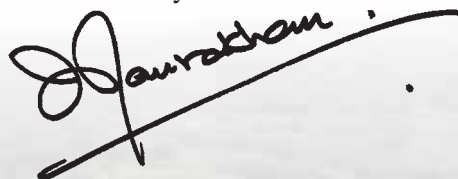
## Chairman's Letter

The Honourable Charles Gaëtan Xavier-Luc Duval, G.C.S.K.  
Minister of Finance and Economic Development,  
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 2010.

Yours faithfully

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

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

Date: 18 October 2011

## Letter to Insureds

Dear Insureds,

We are pleased to present the Annual Report of the Sugar Insurance Fund Board for the year 2010. The accounts have been prepared within the best practices applicable to insurance entities and in line with International Financial Reporting Standards. The Board is also pleased to report that on consultation with the appointed Actuary and approval of the Minister of Finance and Economic Development an exceptional discount of 70% has been granted to all insureds on General Premium Crop 2010 so that a sum of about MUR 354 million has been discounted in favour of insureds. The equity value of the Fund has grown from MUR 4.9 billion in 2009 to MUR 5.3 billion in 2010.



# Corporate Information

## Directors of the Board:-

Professor J. Manrakhan, G.O.S.K	Chairman
Mr. K. Bunjun	Representative of the Ministry of Finance and Economic Development
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 Development
Mr. J. Bundhoo	Representative of the Mauritius Sugar Authority
Mr. G. Leung Shing	Representative of the Mauritius Chamber of Agriculture
Mr. D. Pilot	Representative of Planters
Mr. V. Ramharai	General Manager, Cane Planters and Millers Arbitration and Control Board
Mr. S. Purmanund	Representative of Planters
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 (i) Mr. J. C. Béga, (ii) Mr. K. Bunjun, (iii) Mr. G. Leung Shing as members and attributes the investment strategies of the Fund.

## Assessment Committee

The Assessment Committee is chaired by Mr. V. Ramharai with Messrs J. Bundhoo, D. 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 reviews the effectiveness of the internal and external 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. G. Leung Shing as Chairman, and 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.

## Staff Committee

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

The Staff Committee deals with all staff matters taking into account the dynamics of socio-economic and technological developments facing the sugar cane and insurance and related industries, in Mauritius and world-wide.

# Corporate Information (Contd)

## Senior Management

Mr. Diness PURRYAG	General Manager
Ms. Deeptee BOODHOO	Manager (Finance)
Mr. Johnny S.S. CHONG CHAP SIN	Senior Network Engineer
Mr. Deorajnuth GANSAM	Manager (Survey)
Mr. Gaoutam GOOROOCHURN	Chief Manager Finance
Mr. Yan LOCK SON (up to 4 August 2010)	Chief Manager (Information Systems Services)
Mr. Youveraj NATHOO	Internal Auditor
Mr. Yung Kiong J. NEWK FON HEY TOW	Chief Manager (Operations)
Mr. M. Ameen I. NOORMAHOMED	Manager (Finance)
Mr. Mohamed Y.M.A.F.E. PEERMAMODE	Senior Software Engineer
Ms. L. D. RAMKISSOON	Administrative Secretary
Mr. Jayendra SOOKDEB	Claims Manager
Mr. Krishnamoorthy P. VAYAPOOREE	Manager (Inspection)

## Legal Advisers

1. André Robert, Jr., Attorney-at-Law
2. State Law Office

## Auditors

Director of Audit, National Audit Office

## Re-Insurance Broker

Willis Re., Willis Limited, London

## Main Bankers

1. Barclays Bank PLC
2. Mauritius Commercial Bank Ltd
3. State Bank of Mauritius Ltd

## Acknowledgement and Thanks

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



This 24 March 2011

## Corporate Governance Report

The Sugar Insurance Fund Board is a statutory body set up under the Sugar Insurance Fund Act 1974 (as amended).

### Mission Statement

To provide financial support for a long term, viable and sustainable Sugar Industry.

### Objectives

To insure the sugar production of planters, metayers, millers and refiners against losses due to the effects of inclement weather such as cyclones, drought and excessive rainfall under its General Insurance policy. Fire occurrence in sugar cane fields is another risk covered by the Fund under its Fire Insurance policy.

### 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.

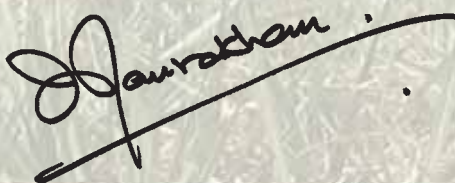
### Responsibilities of the Board of Directors

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 its responsibility for all policy matters. The Chairman of each Committee periodically places reports of its proceedings before the Board for approval/information, as may be relevant. The Board promotes openness, integrity and accountability to improve corporate behaviour, strengthens control systems over business and reviews management performance on a regular basis. In addition, the Board is committed to ensure as far as reasonably possible, and in accordance with legislation in force, the safety and health of its staff. 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 and Risk Management 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, GOSK**

CHAIRMAN

Born in 1937, Prof. J. Manrakhan holds a MSC in Agricultural Economics from the University of Reading. He was the former Vice-Chancellor of the University of Mauritius from 1979 to 1995, and the former Executive Director of the Mauritius Research Council from 1995 to 1998. He was also a former Director of the Standard Bank (Mauritius) Ltd and has been appointed as Chairman of the Sugar Insurance Fund Board since November 2000.

**MR. JEAN CLAUDE BÉGA**

DIRECTOR – Representative of Millers

Born in 1963, Mr. Jean-Claude Béga, a fellow of the Association of Chartered Certified Accountants, Chief Financial Officer of Groupe Mon Loisir, was appointed as Director in January 2002. He is also Director of a number of Companies including Naïade Resorts Ltd and Alternate Director of AfrAsia Bank Limited and Mauritius Stationery Manufacturers Ltd.



**MR. CHETTANDEO BHUGUN**

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

Born in 1956, Mr. C. Bhugun, Acting Permanent Secretary at the Ministry of Agro Industry, Food Production & Security holds a MBA. He was appointed Director of the Board since October 2005. He is also a Board Member of the Mauritius Sugar Terminal Corporation, the Sugar Planters Mechanical Pool Corporation and the Irrigation Authority and is the Chairperson of the Mauritius Sugar Authority since 1 December 2010

**MR. KRESHNA NUNDUN BUNJUN**

DIRECTOR – Representative of the Ministry of Finance & Economic Development

Born in 1950, Mr K.N. Bunjun, Director (Economic & Finance) at the Ministry of Finance & Economic Development, 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 and the Investment Committee of the National Pensions and National Savings Funds [NPF/NSF].

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 has also assisted UNECA and UNDP as a freelance consultant.





# Directorate and Management (Cont'd)

## Board of Directors - Directors' Profile



### **MR. DEOBRUT BUNDHOO**

DIRECTOR – Representative of Ministry of Finance and Economic Development

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

### **MR. JUGDIS BUNDHOO**

DIRECTOR – Representative of Mauritius Sugar Authority

Born in 1954, Mr. J. Bundhoo holds a BSC Joint Honours degree in Chemistry and Physiology from the University of Salford, a MSC in Soil Chemistry from the University of Reading and a MSC in Information Science from City University. He is Deputy Executive Director/ Human Resources Manager at the Mauritius Sugar Authority and was appointed as Director of the Sugar Insurance Fund Board in 16 July 2009. He is also a Director of the Farmers Service Corporation and the Bagged Sugar Storage & Distribution Co. Ltd



### **MR. 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. He was appointed as Director in September 1992. Mr. G. Leung Shing is also the Chairperson of the Mauritius Institute of Directors and the Mauritius Development Investment Trust Co Ltd, a member of the Financial Reporting Council and Financial Reporting Monitoring Panel, and a Director of Standard Bank Mauritius Ltd, Omnicane Ltd (formerly Mon Trésor and Mon Désert Ltd), and Mauritius Stationery Manufacturers Ltd.



# Directorate and Management (Cont'd)

## Board of Directors - Directors' Profile



**MR. DENIS PILOT**

DIRECTOR – Representative of Planters

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

**MR. SRINIVASS PURMANUND**

DIRECTOR – Representative of Planters

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



**MR. VINOD RAMHARAI**

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

Born in 1951, Mr V. Ramharai holds a BSc (Hons) Sugar Technology (University of Mauritius) and a MSc (Hons) Public Sector Management (University of Technology - Mauritius). He was appointed as Director of the Board since 15 May 2008.



**MR. JUGDUTH SEGOBIN**

DIRECTOR – Representative of Planters

Born in 1929, Mr. J. Seegobin was appointed Director of the Board in April 2002. He has a wide experience in the agricultural, industrial and commercial sector. He was previously Chairman of the Sugar Industry Labour Welfare Fund and a director of the Central Electricity Board and Mon Tresor Milling Co Ltd. He also owned and managed a stone crushing and block-making plant, La Concasseuse de Plaine Magnien.





# 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 also a Director of SICOM Ltd since 2000 and was a member of the 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, Chief Manager (Finance)**

Mr. G. Gooroochurn, FCCA, holder of an MBA, 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 5 June 2008.

▶ **LI YAN LIM LOCK SON, Chief Manager (Information System Services) (up to 4 August 2010)**

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

▶ **YOUVERAJ NATHOO, Internal Auditor**

Mr Y Nathoo, FCCA, MSC Finance, joined the SIFB in April 2003 as Internal Auditor and has a 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 AMEEN ISHACK NOORMAHOMED, Manager Finance**

Mr. M. A. I. Noormahomed, ACCA, holds a BSc (Hons) in Economics & Accountancy from City University (UK) and is registered as a professional Accountant with the Mauritius Institute of Professional Accountants. He joined the SIFB on 22 October 2009.

▶ **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.

▶ **DEEPTEE RAJSHREE BOODHOO, Manager Finance**

Ms. Purmessur holds a BSc (Hons) in Banking and International Finance from the University of Technology of Mauritius and a Masters degree in Finance and Investments from Nottingham University (Malaysia). She joined the SIFB on 26 October 2009.

▶ **LAKSHIKA DEVI RAMKISSOON, Administrative Secretary**

Ms. Ramkissoon holds a BA (Hons) Law and Management from the University of Mauritius and is an Associate Member of the Institute of Chartered Secretaries and Administrators. She joined the SIFB on 3 November 2009.

► **JAYENDRA SOOKDEB, Claims Manager**

Mr. Sookdeb holds a BSc Statistics from the University of Cape Town and a Diploma in Actuarial Techniques from the Institute of Actuaries, UK. He is currently an Affiliate member of the Institute of Actuaries, UK, and joined the SIFB on 14 April 2009.

► **KRISHNAMOORTHY PILLAY VAYAPOOREE, Manager (Inspections)**

Mr. K.P. Vayapooree, holder of a Diploma in Land Surveying, joined the SIFB in February 1971 and is, since March 2002, Manager (Inspection).

## 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 and Committee Meetings

The Board and its various committees met on 32 occasions

Board Directors	Board Meeting	CCC Committee	Corporate Governance Committee	Investment Committee	Assessment Committee	Audit Committee	Budget & Procurement Committee	Staff Committee	Total
Prof. J. Manrakhan	11/11	3/3	2/2	3/3	n/a	n/a	n/a	n/a	19
Mr. G. Leung Shing	11/11	3/3	2/2	3/3	n/a	1/3	3/3	n/a	23
Mr. J. C. Bega	8/11	2/3	1/2	3/3	n/a	3/3	n/a	n/a	17
Mr. K. Bunjun	7/11	1/3	0/2	3/3	n/a	n/a	n/a	3/3	14
Mr. D. Pilot	4/11	n/a	n/a	n/a	1/4	n/a	n/a	n/a	5
Mr. D. Bundhoo	10/11	2/3	1/2	n/a	n/a	2/3	3/3	n/a	18
Mr. J. Bundhoo	9/11	n/a	n/a	n/a	3/4	n/a	n/a	n/a	12
Mr. C. Bhugun	7/11	n/a	n/a	n/a	n/a	n/a	n/a	3/3	10
Mr. J. Seegobin	8/11	n/a	n/a	n/a	n/a	3/3	2/3	3/3	16
Mr V. Ramharai	8/11	3/3	2/2	n/a	4/4	n/a	1/3	n/a	18
Mr. S. Purmanund	11/11	n/a	n/a	n/a	4/4	n/a	3/3	3/3	21

**Key: n/a – not applicable**

## Remuneration of Directors

During the year 2010, a total amount of MUR 667,000 has been paid as Directors' fee.

## Related Party Transactions & Key Risks

Related party transactions and key risks areas have been fully disclosed in the financial statements at notes 24 and 25 respectively.



## ADDRESS OF OFFICES

<p><b>Head Office</b>            18 Sir S. Ramgoolam Street            Port Louis            Tel: 208-3236            Fax: 208-2634            E-Mail: <a href="mailto:s.i.f.b@intnet.mu">s.i.f.b@intnet.mu</a>            Web : <a href="http://www.sifb.biz">www.sifb.biz</a></p>		
<b>Sub-Offices</b>	<b>Address</b>	<b>Factory Areas</b>
<b>Camp de Masque</b>	Royal Road Camp de Masque Tel: 416-5520	Beau Champ Ex-Constance
<b>Mare D'Albert</b>	18 Royal Road Mare D'Albert Tel: 627-4026	Savannah Ex-Mon Tresor Ex-Riche En Eau Ex-Rose Belle
<b>Pamplemousses</b>	Royal Road Maison Blanche Pamplemousses Tel: 243-3542	Belle Vue Mon Loisir Ex-Beau Plan
<b>Quartier Militaire</b>	New Road Quartier Militaire Tel: 435-5543	F.U.E.L Ex-Mon Desert Alma
<b>Souillac</b>	Royal Road Souillac Tel: 625-5691	Union St Aubin Ex-Britannia Ex-St Felix Ex-Bel Ombre
<b>Vacoas</b>	Independence Road Vacoas Tel: 696-6386	Medine Ex-Highlands

# CROP 2010 OVERVIEW

## 1.0 GENERAL INSURANCE

### 1.1 Special Discount on General Premium

In light of the short term pressures on the sugar industry and the strength of the Fund, the Board has, in consultation with its Actuary and the subsequent approval of the Honourable Minister of Finance and Economic Development, exceptionally granted a one-off 70% discount on general insurance premium payable by all insureds for Crop 2010. The Consulting Actuary however, stressed that the discounted rate is inconsistent in the longer term with the insurance benefits offered and hence future premiums would have to rise or the structure of benefits be changed. This exceptional measure amounting to some MUR 354M benefitted some 20,311 insureds.

Against the backdrop of the Euro zone crisis and in line with Government Economic Restructuring and Competitiveness Programme to provide financial breathing space to sugar producers, the SIFB loaned to the MSS the provisional premium payable for Crop 2010 at a concessionary rate of 3.0% per annum up to end March 2011. This enabled a higher level of crop advances to be paid to sugar producers.

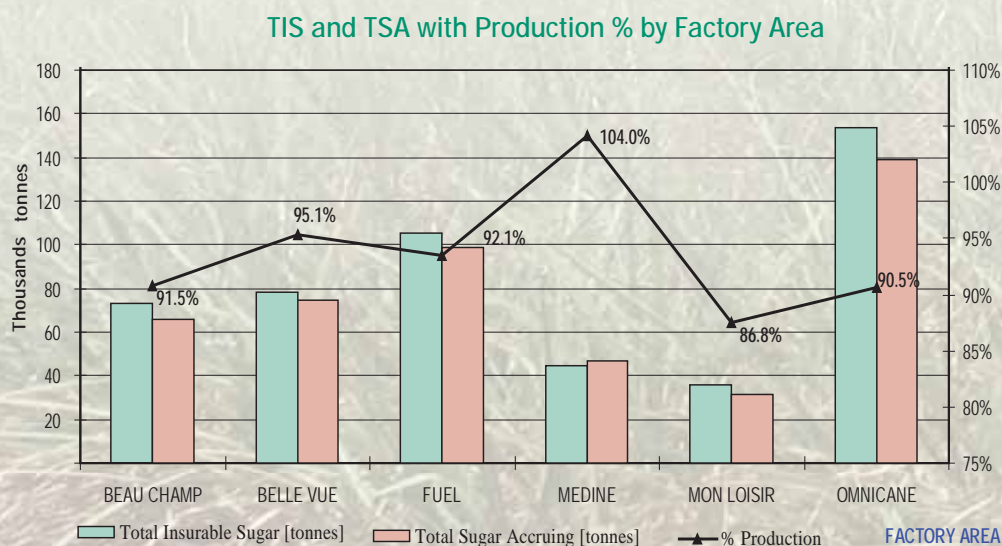
### 1.2 Crop 2010 Climatic Conditions

Weather reports indicated that climatic conditions throughout the crop were favourable for cane growth and development over all sugar cane growing sectors of the island. There being no adverse climatic conditions, no declaration of event year for crop 2010 was warranted as provided for under section 25 (1) of the Sugar Insurance Fund Act No. 4 of 1974, as subsequently amended.

### 1.3 Sugar Production

As from Crop 2010, sugar produced is exported as refined and special sugars only. The harvest lasted 27 weeks with milling activities ending on 11<sup>th</sup> December 2010. Total caneweight sent to mills for sugar production reached 4.366 million tonnes resulting in a sugar production of 457,131 tonnes at an islandwide average extraction rate of 10.37% against a Total Insurable Sugar of 493,306 tonnes, i.e. a sugar production percentage of 93%.

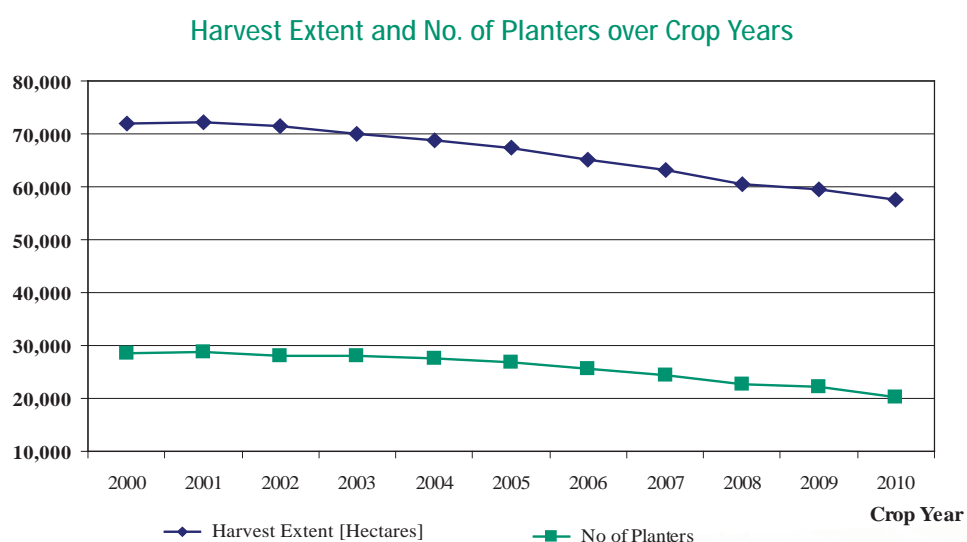
Variation in sugar production with respect to Total Insurable Sugar for all factory areas is shown below:





Médine factory area had the highest sugar production as a percentage of its Total Insurable Sugar (TIS), i.e. 104 per cent whilst the factory area of Mon Loisir had the lowest sugar production percentage of 87 per cent.

The sugar industry has over the decade experienced a decline in terms of harvest extent and number of planters. The gradual fall observed in the size of the planter community, out of which a high proportion being small planters, indicates principally a lesser attractive economic activity at lower scale. The harvestable extent declined from 59,108 hectares (Crop 2009) to 57,670 hectares (Crop 2010) leading to a fall in the number of accounts held by planters from 21,498 to 20,311. The evolution of harvest extent and number of growers over the last decade is shown below:



The increasing trend of abandonment of cane plantation being a matter of great concern to the sugar industry, Management has, with the blessing of the Board, carried out an island-wide field survey exercise to identify the changes in use of cane lands for plots known to have been under cane cultivation for Crop 2001 and not reported to be under cane for Crop 2010. The SIFB is in course of interviewing the planters concerned to identify the reasons of abandonment of cane plantation other than change in land use.

#### **1.4 Sugar Price For Insurance**

The sugar price for Crop 2010 was in December 2010, determined at the rate of MUR 13,409 for planters per metric tonne of sugar, inclusive of the added value of molasses. The sugar price payable for insurance purposes for milling side was fixed at MUR 12,700 per metric tonne of sugar.

### **2.0 FIRE INSURANCE**

#### **2.1 Inter-crop Fire 2010**

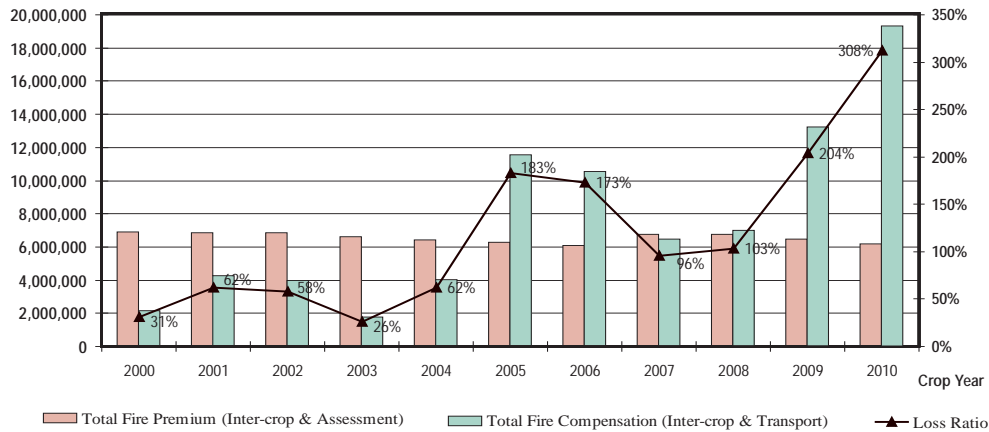
For Crop 2010, the total number of compensable damages caused by intercrop fire was 289 with a total extent of 318 hectares of land under cane destroyed island-wide. The number of fire cases was more prominent in the north sector of the island, followed by the South and West & Centre. The highest extent damaged was noted in the South sector of the island. The compensation paid to insureds for loss consequent upon destruction of cane plantations by inter-crop fire amounted to MUR 17.4M.

#### **2.2 Fire during Harvest Season 2010**

The number of accidental/criminal fire occurrences during harvest season was more prominent in the North sector of the island. A total amount of MUR 1.94 M has been disbursed to 167 planters as transport allowance for milling of burnt canes outside the factory area.

Fire premium collected and total fire compensation paid over the past eleven crop years is shown hereunder:

**Fire Premium and Compensation with loss ratios**



### 3.0 ACTUARIAL STUDY

In line with section 48 of the Sugar Insurance Fund Act, the Board has with the approval of the Honourable Minister of Finance and Economic Development, commissioned an actuarial study. On 11<sup>th</sup> October 2010, BWCI Limited was appointed as Consulting Actuary to review the position of the Fund and its insurance terms. The report of the Consulting Actuary is due in 9 months time. Given the ongoing changes in the sugar industry, unlike previous actuarial reviews which were strictly in conformity with the provisions of the Act, the Board enlarged the scope of the study with a view to ensure that the insurance terms and structure remain in phase with the new realities of the sugar industry.

### 4.0 SERVICES PROVIDED BY THE SIFB

On and above its statutory obligations, the SIFB reports on land status to different Ministries for purposes such as land conversion, parcelling of land, etc. The SIFB also assists planters in the obtention of duty free facilities on cabin vehicles. Moreover, the SIFB is frequently solicited by Governmental departments and insureds themselves for data on their holdings.



# FINANCIAL PERFORMANCE

The year under report showed a lower net surplus of MUR 155.32M (General and Fire) compared to a net surplus of MUR 448.74M for the year ended 31 December 2009, though crop year 2010 has been a non-event year for general insurance. The lower net surplus is mainly attributable to a lower gross premium income and the 70% discount on general insurance premium given to Insureds. The Fire Insurance Account has shown a higher deficit due to the increasing number of fire occurrences during both the inter-crop and harvest season.

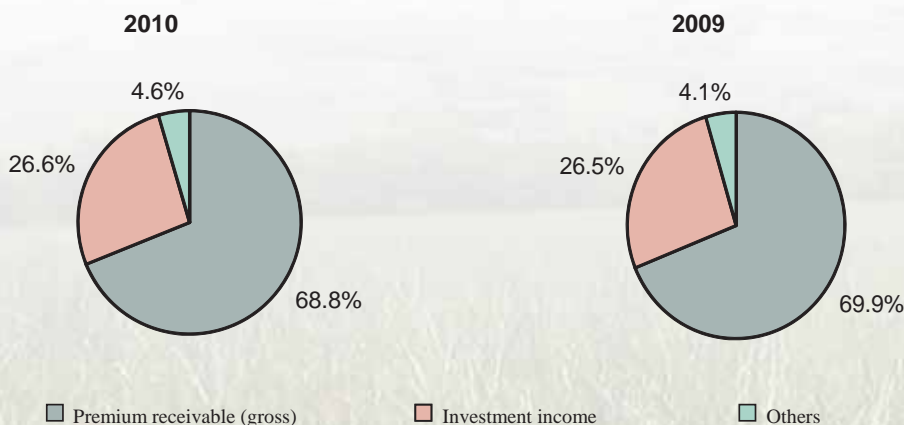
**Table 1: Income and Expenditure summary**

Item	General Fund MUR Million	Fire Fund MUR Million	Total MUR Million
Total Income	736.87	7.02	743.89
Total Expenditure (inclusive of discount)	(569.23)	(19.34)	(588.57)
Total Net surplus/(deficit)	167.64	(12.32)	155.32

## 1.0 INCOME

Total income for the financial year amounted to MUR 743.89M, being mainly crop 2010 insurance premium receivable and investment income.

The composition of income is shown below:



## 1.1 Insurance Premium

Gross Insurance premium (General and Fire) for crop year 2010 receivable during the period amounted to MUR 512.20M compared to a figure of MUR 651.13M for the previous crop year. The decrease is attributable mainly to a drop in Total Insurable Sugar and a lower Sugar Price. The net premium receivable after the 70% discount amounts to MUR 158M

Table 2: Premium Income

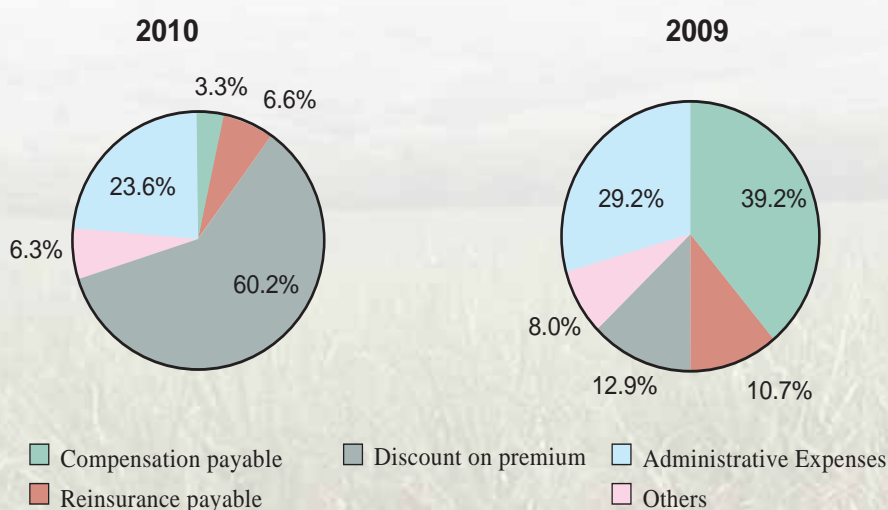
Premium (Gross)	Total MUR Million
General	506.03
Fire	6.17
Total	512.20

### 1.2 Investment Income

Investment income (Interest and dividend) amounted to MUR 197.14M for the year 2010. During this period, a translation loss of MUR 36.94M on foreign currency deposits was registered. Despite the Repo Rate falling by 17.39% and the bank rate dropping by almost 27%, average yield on the MUR denominated deposits fell by only 6.6% from an average yield of 8.3% in 2009 to an average yield of 7.75% in 2010. The Fund's strategy to invest on the local stock market, geared towards growth stocks at a time when market prices were relatively low, resulted in capital gains of 21.82% coupled with an average dividend yield of 3.32% (cumulative yield of 25.14%).

## 2.0 EXPENDITURE

The overall expenditure of the Fund for the year was MUR 588.57M inclusive of an amount of MUR 354.20M being discount on general insurance premium for crop 2010 and MUR 19.16M as compensation (fire). In comparison, the total expenditure for the year 2009 was MUR 501.65M, during which, a discount of MUR 64.46M was granted to Insureds on general Insurance premium and MUR 196.58M paid as compensation (fire and general).





### 3.0 INSURANCE PREMIUM CEDED (RE-INSURANCE COSTS)

Insurance premium ceded to re-insurers including the Board’s co-reinsurance share of 50% amounted to MUR 39.07M (2009: MUR 53.81M).

### 4.0 ACCUMULATED FUND

The Accumulated Fund, comprising of the General Fund and the Fire Fund, increased from MUR 3,961.50M to MUR 4,116.82M during the year, representing an increase of 3.9%.

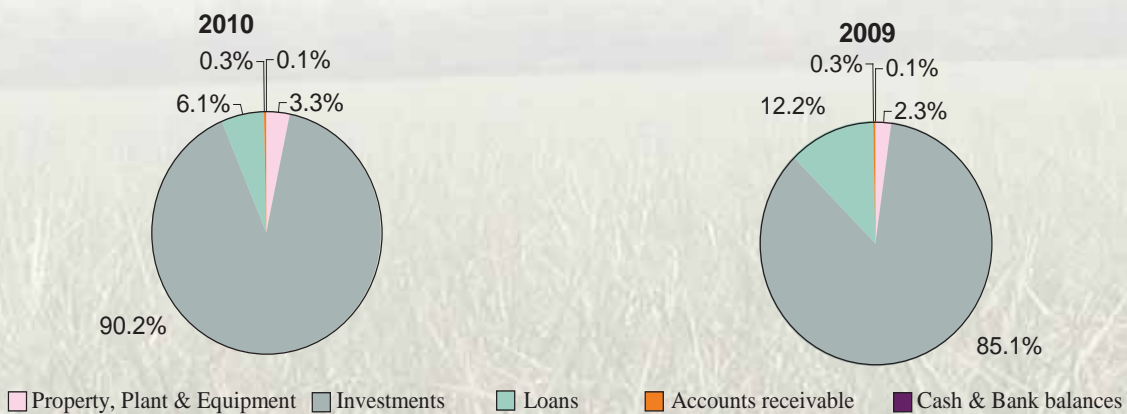
Table 3: Accumulated Fund

Fund	Total MUR Million
General	4,111.97
Fire	4.85
Total	4,116.82

### 5.0 ASSETS UNDER MANAGEMENT

Total assets under management amounted to MUR 5.47 billion as at 31 December 2010 (MUR 5.25 billion at 31 December 2009), posting a positive change of 4.2%. Financial Assets are stated on a fair value basis.

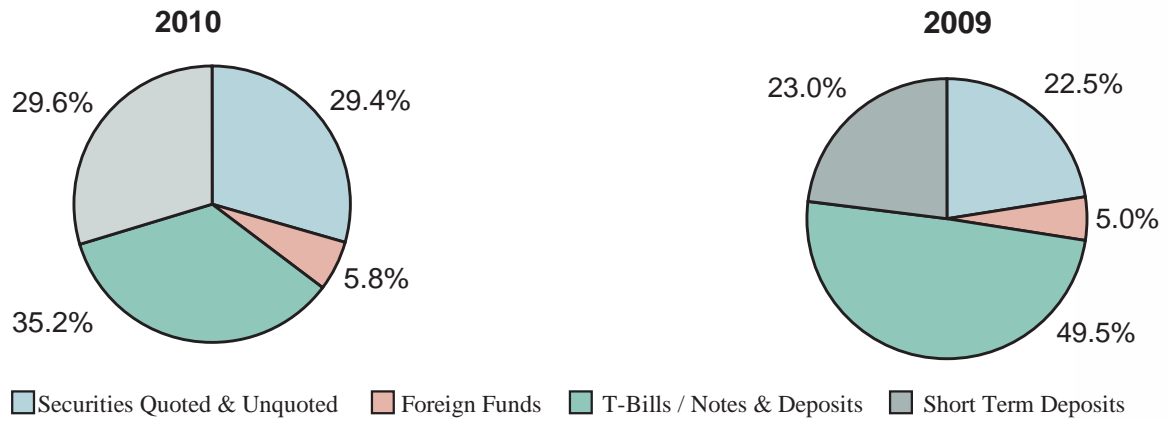
A breakdown of total assets under management is shown below:



## 6.0 INVESTMENTS

Given the short term liability of the Fund arising out of unpredictable adverse climatic conditions, a high proportion of funds have to be kept in liquid terms (based on Probable Maximum Loss). Nonetheless, due to the growing strength of the Fund, some investments in longer terms have been possible. The combined investment strategy within a well balanced portfolio led to a growth of 11.5% from MUR 4.42 billion to MUR 4.93 billion.

A breakdown of investments is shown below:





# APPENDIX A



---

REPORT OF THE  
**DIRECTOR OF AUDIT**  
OF THE REPUBLIC OF MAURITIUS

---

On the Financial Statements  
of the Sugar Insurance Fund Board  
for the Year Ended 31 December 2010

# REPORT OF THE DIRECTOR OF AUDIT

## TO THE BOARD OF THE SUGAR INSURANCE FUND BOARD

### *Report on the Financial Statements*

I have audited the accompanying financial statements of the Sugar Insurance Fund Board which comprise the statement of financial position as of 31 December 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation keeping of these financial statements in accordance with the International Financial Reporting Standards and in compliance with the Statutory Bodies (Accounts and Audit) Act, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *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 comply with ethical requirements and 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 policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

In my opinion, the financial statements give a true and fair view of the financial position of the Sugar Insurance Fund Board as of 31 December 2010, and of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards.

### *Report on Other Legal and Regulatory Requirements*

#### *Statutory Bodies (Accounts and Audit) Act*

In my opinion, the Sugar Insurance Fund Board has complied with the Statutory Bodies (Accounts and Audit) Act, in so far as they relate to the accounts.



*The Financial Reporting Act*

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”.



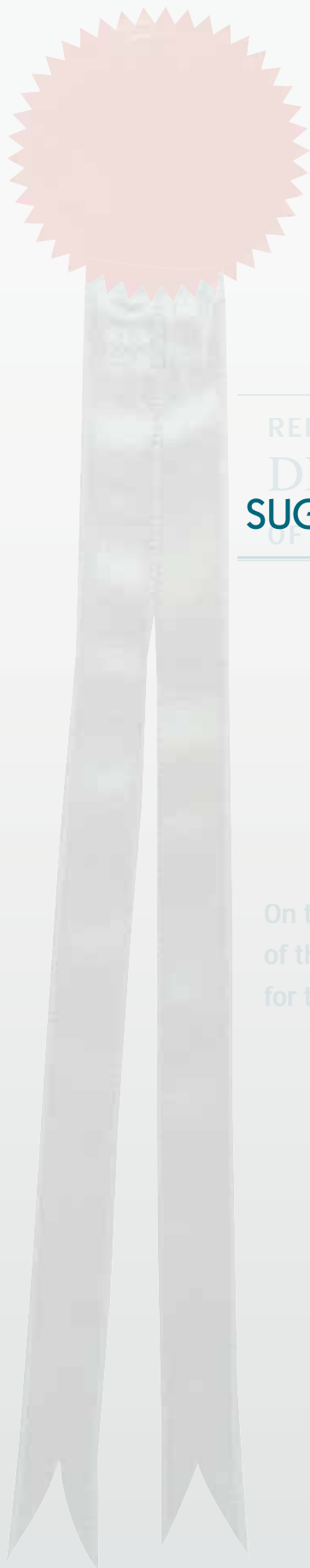
(Dr R. Jugurnath)  
Director of Audit

National Audit Office  
Level 14,  
Air Mauritius Centre  
**PORT LOUIS**

1 September 2011







REPORT OF THE  
**SIFB**  
DIRECTOR OF AUDIT  
**SUGAR INSURANCE FUND BOARD**  
OF THE REPUBLIC OF MAURITIUS

**Financial  
Statements  
2010**

On the Financial Statements  
of the Sugar Insurance Fund Board  
for the Year Ended 31 December 2010

# STATEMENT OF THE FINANCIAL POSITION

at 31 December 2010

	Notes	31 December 2010 MUR	31 December 2009 MUR
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	121,365,639	121,123,867
Investments in securities and deposits	6	1,751,840,082	1,710,734,588
Investment Property	7	59,250,000	55,000,000
Long term loans	8	25,808,625	34,152,326
		<b>1,958,264,346</b>	<b>1,921,010,781</b>
<b>CURRENT ASSETS</b>			
Accounts receivable	9	16,599,882	14,520,974
Investments in securities and deposits	6	1,720,404,492	1,695,550,635
Investment Property held for sale	10	-	3,925,000
Short term loans	11	309,590,942	597,468,474
Short term deposits	12	1,459,183,530	1,017,972,505
Bank and cash balances		5,162,043	6,057,741
		<b>3,510,940,889</b>	<b>3,335,495,329</b>
		<b>5,469,205,235</b>	<b>5,256,506,111</b>
<b>TOTAL ASSETS</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>RESERVES</b>			
Accumulated funds		4,116,816,453	3,961,497,717
Revaluation reserves		1,153,585,500	918,613,753
		<b>5,270,401,953</b>	<b>4,880,111,470</b>
<b>NON-CURRENT LIABILITIES</b>			
Provision for staff passage benefits	13	7,625,345	7,773,846
Long term employees benefits	14	52,237,465	50,800,570
Retirement benefit obligations	15	107,850,472	105,134,252
		<b>167,713,282</b>	<b>163,708,668</b>
<b>CURRENT LIABILITIES</b>			
Accounts payable	16	<b>31,090,000</b>	<b>212,685,973</b>
		<b>5,469,205,235</b>	<b>5,256,506,111</b>
<b>TOTAL EQUITY AND LIABILITIES</b>			

Approved by the Board of Directors and authorised for issue on 28 February 2011 and subsequently amended on 18 August 2011.

  
Chairperson

  
Director



# STATEMENT OF COMPREHENSIVE INCOME

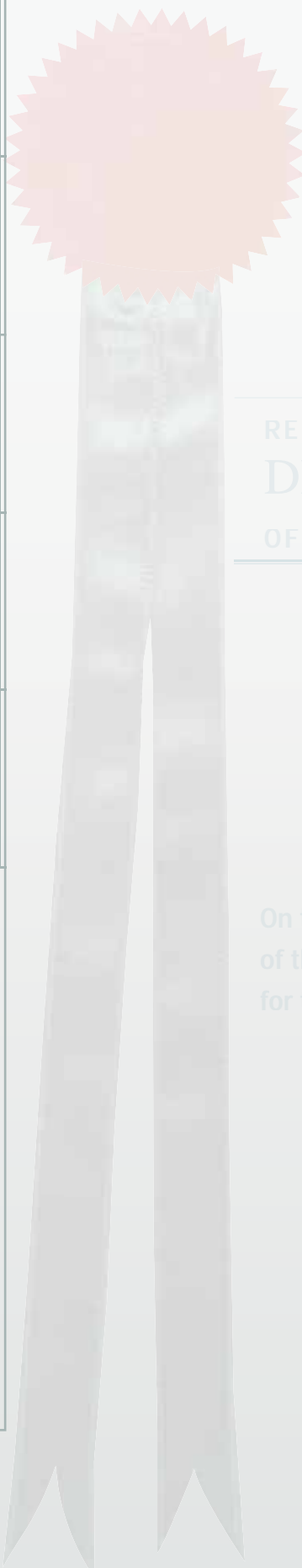
for the year ended 31 December 2010

	Notes	Year ended 31 December 2010 MUR	Year ended 31 December 2009 MUR
<b>GENERAL INSURANCE ACCOUNT</b>			
<b>Revenue</b>			
Insurance premium		506,027,395	644,580,000
Co-reinsurance premium	18	20,240,000	27,394,660
Recoveries from Reinsurer – Crop 1999		-	6,119,201
Investment income	19	197,144,529	249,417,919
Profit on sale of Available-for-sale Securities		13,081,204	14,608,895
Sundry Income		378,666	355,984
		<b>736,871,794</b>	<b>942,476,659</b>
<b>Expenses</b>			
Insurance compensation		-	183,005,764
Discount on premium to Insureds	20	354,200,000	64,458,000
Insurance premium ceded to re-insurers	18	39,077,537	53,810,602
Administrative	21	139,010,333	146,496,004
Other Losses	22	36,944,188	40,115,205
		<b>569,232,058</b>	<b>487,885,575</b>
<b>Surplus to General Fund for the year</b>		<b>167,639,736</b>	<b>454,591,084</b>
<b>FIRE INSURANCE ACCOUNT</b>			
<b>Revenue</b>			
Insurance premium		6,167,000	6,551,000
Investment Income	19	855,000	1,368,020
		<b>7,022,000</b>	<b>7,919,020</b>
<b>Expenses</b>			
Insurance compensation		19,158,000	13,576,798
Management fee to General Fund		185,000	196,530
		<b>19,343,000</b>	<b>13,773,328</b>
<b>(Deficit)/ Surplus to Fire Fund for the year</b>		<b>(12,321,000)</b>	<b>(5,854,308)</b>
<b>Total surplus for the year</b>		<b>155,318,736</b>	<b>448,736,776</b>
<b>Other Comprehensive Income</b>			
Net Value gain on available-for-sale Financial Assets:			
- Quoted Securities		150,199,495	126,648,900
- Unquoted Securities		72,506,954	61,247,123
- Foreign Funds / Equities		24,760,138	27,745,569
Surplus on revaluation of Property		325,000	-
Other Comprehensive Income for the year		247,791,587	215,641,591
<b>Total Comprehensive Income for the year</b>		<b>403,110,323</b>	<b>664,378,367</b>

# STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2010

	General Fund MUR	Fire Fund MUR	Revaluation Reserves		Total MUR
			Property MUR	Investments MUR	
<b>At 31 December 2008</b>	<b>3,489,738,219</b>	<b>23,022,723</b>	<b>90,506,583</b>	<b>617,264,464</b>	<b>4,220,531,989</b>
Fair value gain on available-for-sale investments	–	–	–	215,641,591	215,641,591
Revaluation reserves realised on disposal	–	–	–	(4,798,884)	(4,798,884)
Net surplus/(deficit) for the year	454,591,084	(5,854,308)	–	–	448,736,776
<b>At 31 December 2009</b>	<b>3,944,329,303</b>	<b>17,168,415</b>	<b>90,506,583</b>	<b>828,107,171</b>	<b>4,880,111,472</b>
Revaluation reserves realised on disposal	–	–	–	(12,819,841)	(12,819,841)
Fair value gain on available-for-sale investments	–	–	–	247,466,587	247,466,587
Gain on revaluation of property	–	–	325,000	–	325,000
Net surplus/ (deficit) for the year	167,639,735	(12,321,000)	–	–	155,318,735
<b>At 31 December 2010</b>	<b>4,111,969,038</b>	<b>4,847,415</b>	<b>90,831,583</b>	<b>1,062,753,917</b>	<b>5,270,401,953</b>



REPORT OF THE  
DIRECTOR  
OF THE REPUB

On the Financial S  
of the Sugar Insur  
for the Year Ende

# CASH FLOW STATEMENT

for the year ended 31 December 2010

## CASH FLOWS FROM OPERATING ACTIVITIES

Net surplus for the year

Adjustments for:

Provision for passage benefits

Payment of passage benefits

Depreciation of non current assets

Investment income

loss on sale of Plant & Equipment

Gain on disposal of Available-for-sale securities

Retirement benefits(released)/charged

Provision for Employees benefits

Employees benefits paid

## OPERATING SURPLUS BEFORE WORKING CAPITAL CHANGES

(Increase)/Decrease in trade and other receivables

Decrease in trade and other payables

## NET CASH (USED IN)/GENERATED BY OPERATING ACTIVITIES

## CASH FLOWS FROM INVESTING ACTIVITIES

Payment to acquire financial assets

Proceeds from sale of financial assets

Payment for plant and equipment

Proceeds from sale of plant and equipment

## NET CASH GENERATED BY /( USED IN) INVESTING ACTIVITIES

## CASH FLOWS FROM FINANCING ACTIVITIES

Short term loans granted

Proceeds from short term loans

Net proceeds from long term loans

## NET CASH GENERATED BY FINANCING ACTIVITIES

## NET INCREASE IN CASH AND CASH EQUIVALENTS

## CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR

## CASH AND CASH EQUIVALENTS AT END OF YEAR

## REPRESENTED BY:

Bank and cash balances

Short term deposits

	Year ended 31 December 2010 MUR	Year ended 31 December 2009 MUR
Net surplus for the year	155,318,735	448,736,775
Adjustments for:		
Provision for passage benefits	3,281,433	3,258,906
Payment of passage benefits	(2,829,933)	(1,546,485)
Depreciation of non current assets	5,799,015	5,743,679
Investment income	(53,745,421)	(87,568,674)
loss on sale of Plant & Equipment	6,990	18,880
Gain on disposal of Available-for-sale securities	(13,081,204)	(14,608,895)
Retirement benefits(released)/charged	2,716,220	13,458,483
Provision for Employees benefits	5,154,077	6,564,342
Employees benefits paid	(3,322,818)	(2,665,157)
<b>OPERATING SURPLUS BEFORE WORKING CAPITAL CHANGES</b>	<b>99,297,094</b>	<b>371,391,855</b>
(Increase)/Decrease in trade and other receivables	(2,064,694)	360,422
Decrease in trade and other payables	(182,590,335)	(214,463,829)
<b>NET CASH (USED IN)/GENERATED BY OPERATING ACTIVITIES</b>	<b>(85,357,935)</b>	<b>157,288,448</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment to acquire financial assets	(1,068,776,686)	(1,251,487,403)
Proceeds from sale of financial assets	1,304,290,706	981,686,618
Payment for plant and equipment	(6,055,026)	(2,673,361)
Proceeds from sale of plant and equipment	7,250	4,318
<b>NET CASH GENERATED BY /( USED IN) INVESTING ACTIVITIES</b>	<b>229,466,244</b>	<b>(272,469,828)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term loans granted	(309,494,397)	(631,992,048)
Proceeds from short term loans	597,371,929	753,344,346
Net proceeds from long term loans	8,329,486	10,377,467
<b>NET CASH GENERATED BY FINANCING ACTIVITIES</b>	<b>296,207,018</b>	<b>131,729,764</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>440,315,327</b>	<b>16,548,383</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>1,024,030,246</b>	<b>1,007,481,863</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>1,464,345,573</b>	<b>1,024,030,246</b>
<b>REPRESENTED BY:</b>		
Bank and cash balances	5,162,043	6,057,741
Short term deposits	1,459,183,530	1,017,972,505
	<b>1,464,345,573</b>	<b>1,024,030,246</b>



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 1. GENERAL

#### 1.1 Legal form and main objective

The Sugar Insurance Fund Board (“the Fund”) is a statutory body established under the Sugar Insurance Fund Act No 4 of 1974 (as subsequently amended) and operates under the aegis of the Ministry of Finance and Economic Development. Its main objective is to operate a Crop Insurance Scheme for sugar producers.

### 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:

<i>Amendments to IFRS 1</i>	- <i>Limited Exemption from Comparative IFRS 7 disclosures - effective for annual periods beginning on or after 1<sup>st</sup> July 2010</i>
<i>Amendments to IFRS 7</i>	- <i>Disclosures - Transfers of Financial Assets - effective for annual periods beginning on or after 1<sup>st</sup> July 2011</i>
<i>IFRS 9 (as amended in 2010)</i>	- <i>Financial Instruments - effective for annual periods beginning on or after 1<sup>st</sup> January 2013</i>
<i>IAS 24 (revised in 2009)</i>	- <i>Related Party Disclosures - effective for annual periods beginning on or after 1<sup>st</sup> January 2011</i>
<i>Amendments to IAS 32</i>	- <i>Classification of Rights Issues - effective for annual periods beginning on or after 1<sup>st</sup> February 2010</i>
<i>Amendments to IFRIC 14</i>	- <i>Prepayments of a Minimum Funding Requirement - effective for annual periods beginning on or after 1<sup>st</sup> January 2011</i>
<i>IFRIC 19</i>	- <i>Extinguishing Financial Liabilities with Equity Instruments - effective for annual periods beginning on or after 1<sup>st</sup> July 2010</i>

*Improvements to IFRS issued in May 2010*

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.

### 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.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 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.

A management fee of 3% of Fire Premium is charged to the Fire Insurance Account.

A proportion of interest and dividend is apportioned to the Fire Fund.

#### 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 of loss suffered. Premiums are recognised as revenue on the period of cover.

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 end of reporting period, 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 the statement of comprehensive income.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 3.3 Insurance contracts (cont'd)

##### (c) Insurance contracts held

Contracts entered into with re-insurers 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 re-insurers (classified as receivables).

Amounts recoverable from or due to re-insurers 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	Higher of 2.5% or based on remaining useful economic life
Improvement to land and buildings	10
Furniture & other equipment	10
Motor vehicles	20
Computer equipment and software	20

The Depreciation charged on buildings is based on the remaining useful economic life, determined through a thorough examination carried out in December 2009 by S. Jadav and Partners – Structural Engineer.

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 statement of comprehensive income.

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 end of reporting 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 statement of comprehensive income, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 3.4 Property, plant and equipment (cont'd)

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 statement of comprehensive income, 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 investment property are included in the statement of comprehensive income 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.

#### 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 end of reporting period.

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

#### 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 end of reporting period and adjusted to reflect the current best estimate.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 3.11 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.

The net liability at end of reporting period 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 statement of comprehensive income in the period in which they fall due.

#### 3.12 Financial instruments

Financial assets and financial liabilities are recognised on the statement of financial position 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.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 3.12 Financial instruments (cont'd)

##### (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.

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.



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 3.12 Financial instruments (cont'd)

##### (iii) Available-for-sale (AFS) financial assets (cont'd)

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 end of reporting period. 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.

##### Impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at each end of reporting period.

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.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 3. ACCOUNTING POLICIES (Cont'd)

#### 3.12 Financial instruments (cont'd)

##### *Impairment of financial assets (cont'd)*

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.

##### *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 (Cont'd)

for the year ended 31 December 2010

## 5. PROPERTY, PLANT AND EQUIPMENT (Cont'd)

	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
<b>COST AND VALUATION</b>							
<b>At 31 December 2008</b>	<b>52,275,000</b>	<b>66,325,000</b>	<b>1,581,324</b>	<b>12,017,924</b>	<b>3,037,359</b>	<b>7,306,722</b>	<b>142,543,329</b>
Additions	-	-	1,512,047	535,466	-	625,848	2,673,361
Disposals	-	-	-	(39,055)	-	-	(39,055)
<b>At 31 December 2009</b>	<b>52,275,000</b>	<b>66,325,000</b>	<b>3,093,370</b>	<b>12,514,336</b>	<b>3,037,359</b>	<b>7,932,571</b>	<b>145,177,636</b>
Additions	-	-	2,091,941	753,575	-	3,209,510	6,055,026
Disposals	-	-	-	(17,800)	-	-	(17,800)
<b>At 31 December 2010</b>	<b>52,275,000</b>	<b>66,325,000</b>	<b>5,185,311</b>	<b>13,250,111</b>	<b>3,037,359</b>	<b>11,142,081</b>	<b>151,214,862</b>
<b>DEPRECIATION</b>							
<b>At 31 December 2008</b>	-	<b>1,934,479</b>	<b>701,024</b>	<b>9,324,242</b>	<b>1,038,680</b>	<b>5,327,521</b>	<b>18,325,946</b>
Charge for the year	-	2,572,708	309,337	890,565	607,472	1,363,596	5,743,679
Disposals	-	-	-	(15,857)	-	-	(15,857)
<b>At 31 December 2009</b>	-	<b>4,507,187</b>	<b>1,010,362</b>	<b>10,198,950</b>	<b>1,646,151</b>	<b>6,691,117</b>	<b>24,053,767</b>
Charge for the year	-	2,572,708	518,531	824,876	607,472	1,275,428	5,799,015
Disposals	-	-	-	(3,560)	-	-	(3,560)
<b>At 31 December 2010</b>	-	<b>7,079,896</b>	<b>1,528,893</b>	<b>11,020,265</b>	<b>2,253,623</b>	<b>7,966,544</b>	<b>29,849,222</b>
<b>NET BOOK VALUE</b>							
<b>At 31 December 2010</b>	<b>52,275,000</b>	<b>59,245,104</b>	<b>3,656,418</b>	<b>2,229,846</b>	<b>783,736</b>	<b>3,175,537</b>	<b>121,365,640</b>
<b>At 31 December 2009</b>	<b>52,275,000</b>	<b>61,817,813</b>	<b>2,083,008</b>	<b>2,315,386</b>	<b>1,391,208</b>	<b>1,241,454</b>	<b>121,123,869</b>

Freehold land and buildings were revalued in October 2007 by Alan Tinkler, Ramlackhan & Co. (Principal – Rhoj 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 (Cont'd)

for the year ended 31 December 2010

## 5. PROPERTY, PLANT AND EQUIPMENT (Cont'd)

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

### At 31 December 2010

Freehold land  
Buildings  
Motor vehicles

	<b>Cost MUR</b>	<b>Accumulated depreciation MUR</b>	<b>Net book value MUR</b>
	4,022,745	-	4,022,745
	39,802,301	(18,586,627)	21,215,674
	3,617,359	(2,908,624)	708,735
	47,442,405	(21,495,251)	25,947,154

### At 31 December 2009

Freehold land  
Buildings  
Motor vehicles

	4,022,745	-	4,022,745
	39,802,301	(17,591,569)	22,210,732
	3,617,359	(2,351,152)	1,266,207
	47,442,405	(19,942,721)	27,499,684

On the Financial Statements  
of the Sugar Insurance Fund Board  
for the Year Ended 31 December 2010

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

for the year ended 31 December 2010

## 6. INVESTMENTS IN SECURITIES AND DEPOSITS

	Available-For-Sale Financial Assets				Held-To-Maturity Securities and Deposits MUR	Total MUR
	Local Quoted MUR	Local Unquoted MUR	Foreign Equities/ Funds MUR			
<b>AT FAIR VALUE</b>						
<b>At 1 January 2010:</b>	<b>456,743,540</b>	<b>537,405,129</b>	<b>219,765,552</b>		<b>2,192,371,002</b>	<b>3,406,285,223</b>
Additions	245,639,186	–	46,969,400		776,168,100	1,068,776,686
Disposals/Matured/Redeemed	(14,041,619)	–	( 3,401,100)		(1,286,586,624)	(1,304,029,343)
Interest capitalised/ receivable	–	–	–		53,354,866	53,354,866
Dividend in specie	390,555	–	–		–	390,555
Increase/(Decrease) in fair value	150,199,495	72,506,954	24,760,138		–	247,466,587
<b>At 31 December 2010</b>	<b>838,931,158</b>	<b>609,912,083</b>	<b>288,093,990</b>		<b>1,735,307,344</b>	<b>3,472,244,574</b>
<b>Classified as:</b>						
- Short term	–	–	14,914,547		1,705,489,945	1,720,404,492
- Long term	838,931,158	609,912,083	273,179,443		29,817,399	1,751,840,082
<b>AT COST</b>	<b>838,931,158</b>	<b>609,912,083</b>	<b>288,093,990</b>		<b>1,735,307,344</b>	<b>3,472,244,574</b>
<b>At 31 December 2010</b>	<b>429,888,410</b>	<b>16,151,155</b>	<b>221,583,845</b>		<b>1,735,307,344</b>	<b>2,402,930,754</b>
<b>At 31 December 2009</b>	<b>185,872,102</b>	<b>16,151,155</b>	<b>177,614,445</b>		<b>2,192,371,002</b>	<b>2,572,008,704</b>

REPORT OF THE  
DIRECTOR  
OF THE REPUBLIC

On the Financial Sta  
of the Sugar Insuran  
for the Year Ended

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 6. INVESTMENTS IN SECURITIES AND DEPOSITS (Cont'd)

#### (a) Available-For-Sale Securities and Deposits

##### Local Quoted

Local quoted investments include investments in companies listed on the Official Market and the Development and Enterprise 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 end of reporting period.

##### Local Unquoted

Local unquoted investments comprise mainly of shares held in SICOM, Sugar Investment Trust (SIT) and The MFL Fund. Investments in SICOM and SIT have been fair valued at MUR607.55 Million at 31 December 2010, based on the last available equity value (30 June 2010) of the company/trust. Investments in The MFL Fund, which is an open-ended Fund, are stated at market value at MUR 1.29 Million at 31 December 2010.

##### Foreign Equities /Funds

Investments in foreign equities/ funds, 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, GAM, Shrodder 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 end of reporting period.

#### (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 3.49% to 8.10 % per annum to mature between January 2011 and January 2012 and comprise of :

	<b>31 December 2010</b> <b>MUR</b>	<b>31 December 2009</b> <b>MUR</b>
Treasury Bills	49,119,675	161,784,186
Treasury Notes	240,405,830	240,405,830
Deposits	1,445,781,839	1,790,180,986
	<b>1,735,307,344</b>	<b>2,192,371,002</b>

### 7. INVESTMENT PROPERTY

	<b>31 December 2010</b> <b>MUR</b>	<b>31 December 2009</b> <b>MUR</b>
At start of year	55,000,000	55,000,000
Transfer from Assets held for sale (Note 10)	3,925,000	-
Surplus on revaluation	325,000	-
<b>At end of year</b>	<b>59,250,000</b>	<b>55,000,000</b>

Investment property relates to bare land at Mere Barthelemy street Port Louis and Bramsthan, which were last revalued in December 2010 by Alan Tinkler, Ramlackhan & Co. (Principal - Rhoy Ramlackhan, B.Sc (Hons) M.R.I.C.S, M.M.I.S. Chartered Valuation Surveyor).



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 8. LONG TERM LOANS

		<b>31 December 2010</b>	<b>31 December 2009</b>
		<b>MUR</b>	<b>MUR</b>
Loan to Mauritius Housing Company Ltd	(i)	16,000,000	24,000,000
Motor Vehicles Loans	(ii)	4,520,226	3,548,165
Personal Loans	(iii)	82,580	90,144
Other Loans	(iv)	5,205,819	6,514,017
		<b>25,808,625</b>	<b>34,152,326</b>

#### (i) Loan to Mauritius Housing Company Ltd

	<b>31 December 2010</b>	<b>31 December 2009</b>
	<b>MUR</b>	<b>MUR</b>
Total amount due	24,000,000	32,000,000
Deduct: Amount falling due within one year (Note 9)	(8,000,000)	(8,000,000)
Amount falling due after more than one year	<b>16,000,000</b>	<b>24,000,000</b>

The loan is guaranteed by the Government of Mauritius. The original amount loaned is refundable 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 (9.25% p.a as at 31 December 2010).

#### (ii) Motor Vehicles Loans (staff)

	<b>31 December 2010</b>	<b>31 December 2009</b>
	<b>MUR</b>	<b>MUR</b>
Total amount	6,193,859	5,100,984
Deduct: Amount falling due within one year (Note 9)	(1,673,663)	(1,552,819)
Amount falling due after more than one year	<b>4,520,226</b>	<b>3,548,165</b>

Motor vehicle loans to staff bear interest at 7.5% per annum.

#### (iii) Personal Loans (staff)

	<b>31 December 2010</b>	<b>31 December 2009</b>
	<b>MUR</b>	<b>MUR</b>
Total amount due	261,126	381,411
Deduct: Amount falling due within one year (Note 9)	(178,546)	(291,267)
Amount falling due after more than one year	<b>82,580</b>	<b>90,144</b>

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

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 8. LONG TERM LOANS (Cont'd)

#### (iv) Other Loans (staff)

Total amount due  
Deduct: Amount falling due within one year (Note 9)

31 December 2010 MUR	31 December 2009 MUR
6,450,894	7,753,001
(1,245,075)	(1,238,984)
<b>5,205,819</b>	<b>6,514,017</b>

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

### 9. ACCOUNTS RECEIVABLE/ PREPAYMENTS

Loan - Mauritius Housing Company Ltd (Note 8(i))  
Other loans (Note 8(iv))  
Motor vehicles loans (Note 8(ii))  
Personal loans (Note 8(iii))  
Interest receivable  
Debtors insurance premium receivable  
Dividends receivable  
Other receivables/Prepayments

31 December 2010 MUR	31 December 2009 MUR
8,000,000	8,000,000
1,245,075	1,238,984
1,673,663	1,552,819
178,546	291,267
2,345,593	1,394,241
43,239	1,523,384
515,708	234,273
2,598,058	286,006
<b>16,599,882</b>	<b>14,520,974</b>

### 10. ASSETS CLASSIFIED AS HELD FOR SALE (INVESTMENT PROPERTY)

At start of year  
Transfer to Investment Property (Note 7)  
  
At end of year

31 December 2010 MUR	31 December 2009 MUR
3,925,000	3,925,000
(3,925,000)	-
-	<b>3,925,000</b>

The land relates to 2,490.3 square metres at Bramsthan which the Fund now intends to dispose-of through a parcelling project, which might not be materialised by 31 December 2011.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 11. SHORT TERM LOANS

	31 December 2010 MUR	31 December 2009 MUR
Loans to planters (Note (i))	-	1,750
Loans to Mauritius Sugar Syndicate - (MSS) (Note (ii))	309,590,942	597,466,724
	<b>309,590,942</b>	<b>597,468,474</b>

- (i) These represent loans granted to planters to purchase shares of the Sugar Investment Trust.
- (ii) Loans to MSS relate to:
- Rs157.96 Million (Crop 2010 premium receivable) advanced to MSS for a period of 3 months at a concessionary fixed interest rate of 3.0% p.a (support under ERCP)
  - Rs150 Million advanced to MSS for a period of 3 months at a fixed interest rate of 5.0% p.a.

### 12. SHORT TERM DEPOSITS

	31 December 2010 MUR	31 December 2009 MUR
Foreign Currency deposits with banks:		
USD	591,153,774	448,368,922
EURO	779,709,326	538,122,099
GBP	25,920,122	26,265,430
Deposits on call at banks	62,400,308	5,216,054
	<b>1,459,183,530</b>	<b>1,017,972,505</b>

### 13. PROVISION FOR STAFF PASSAGE BENEFITS

	31 December 2010 MUR	31 December 2009 MUR
At 1 January	9,773,846	8,061,425
Payment during the year	(2,829,933)	(1,546,485)
Provision for the year	3,281,433	3,258,906
	10,225,345	9,773,846
<u>Less:</u> Amount due within one year (Note 16)	(2,600,000)	(2,000,000)
<b>At 31 December</b>	<b>7,625,345</b>	<b>7,773,846</b>



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 14. LONG TERM EMPLOYEES BENEFITS

	<b>31 December 2010</b> <b>MUR</b>	<b>31 December 2009</b> <b>MUR</b>
At 1 January	58,443,587	54,544,402
Charge for the year	5,154,077	6,564,342
	<b>63,597,664</b>	<b>61,108,744</b>
<u>Less: Payment during the year</u>	(3,322,818)	(2,665,157)
	<b>60,274,845</b>	<b>58,443,587</b>
Short term employee benefits (Note 16)	(8,037,380)	(7,643,017)
<b>At 31 December</b>	<b>52,237,465</b>	<b>50,800,570</b>

REPORT OF THE  
DIRECTOR OF AUDIT  
OF THE REPUBLIC OF MAURITIUS

### 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).

Any actuarial gain/loss is recognised within the Statement of Comprehensive Income using the Corridor Approach.

(i) Amounts recognised in statement of financial position:

	<b>31 December 2010</b> <b>MUR</b>	<b>31 December 2009</b> <b>MUR</b>
Present value of funded obligation	454,942,323	443,189,705
Fair value of plan assets	(352,496,541)	(323,092,281)
	102,445,782	120,097,424
Unrecognised actuarial (loss)/gain	5,404,690	(14,963,172)
<b>Liability in statement of financial position</b>	<b>107,850,472</b>	<b>105,134,252</b>

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 15. RETIREMENT BENEFIT OBLIGATIONS (Cont'd)

(ii) Amounts recognised in statement of comprehensive income:

	<b>Year ended 31 December 2010 MUR</b>	<b>Year ended 31 December 2009 MUR</b>
Current service cost	9,402,368	9,194,125
Interest cost	46,534,919	47,691,804
Expected return on plan assets	(33,880,775)	(30,362,242)
Actuarial loss/(gain) recognised	-	2,662,579
Employee Contribution	(4,768,660)	-
Fund Expenses	393,367	320,975
Total included in staff costs	17,681,219	29,507,241
<b>Actual return on plan assets</b>	<b>30,240,726</b>	<b>48,223,953</b>

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

	<b>31 December 2010 %</b>	<b>31 December 2009 %</b>
Discount Rate	10.50	10.50
Expected Rate of Return on plan assets	10.50	11.00
Future salary increases	7.50	7.50
Future Pension increases	5.50	5.50

(iv) Movements in liability recognised in the statement of financial position:

	<b>Year ended 31 December 2010 MUR</b>	<b>Year ended 31 December 2009 MUR</b>
At 1 January	105,134,252	91,675,769
Total staff cost as above	17,681,219	29,507,241
Contributions paid by employer	(14,958,254)	(16,048,758)
Actuarial reserves transferred in	(6,745)	-
<b>At 31 December</b>	<b>107,850,472</b>	<b>105,134,252</b>

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 15. RETIREMENT BENEFIT OBLIGATIONS (Cont'd)

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

	<b>Year ended 31 December 2010 MUR</b>	<b>Year ended 31 December 2009 MUR</b>
Present value of obligation at start of period	443,189,705	454,207,656
Current service cost	9,402,368	9,194,125
Interest cost	46,534,919	47,691,804
Benefits paid	(20,176,758)	(18,031,898)
Liability (gain)/ loss	(24,007,911)	(49,871,982)
<b>Present value of obligation at end of period</b>	<b>454,942,323</b>	<b>443,189,705</b>

(vi) Reconciliation of fair value of plan assets:

Fair value of plan assets at start of period	323,092,281	277,172,443
Expected return on plan assets	33,880,775	30,362,242
Employer contributions	14,958,254	16,048,758
Employee contributions	4,768,660	-
Actuarial Reserves transferred in	6,745	-
Benefits paid + other outgo	(20,570,125)	(18,352,873)
Asset gain/(loss)	(3,640,049)	17,861,711
<b>Fair value of plan assets at end of period</b>	<b>352,496,541</b>	<b>323,092,281</b>

(vii) Distribution of plan assets at end of period were:

	<b>% of fair value of total plan assets</b>	
Percentage of assets at end of year	<b>31 December 2010</b>	<b>31 December 2009</b>
Government securities and cash	52.2	53.3
Overseas equities and bonds	14.0	13.5
Local equities	25.2	24.2
Loans	7.8	8.1
Property	0.8	0.9
<b>Total</b>	<b>100.0</b>	<b>100.0</b>



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 15. RETIREMENT BENEFIT OBLIGATIONS (Cont'd)

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

	31 December 2010 MUR	31 December 2009 MUR
Fair value of plan assets	352,496,541	323,092,281
Present value of defined benefit obligation	(454,942,323)	(443,189,705)
Surplus /(deficit)	(102,445,782)	(120,097,424)
Asset experience gain/ (loss) during the period	(3,640,049)	17,861,711
Liability experience gain/(loss) during the period	24,007,911	49,871,982

(ix) Expected Employer's contributions (estimate to be reviewed by the Sugar Insurance Fund Board) for the year ending 31 Dec 2011: **Rs. 14,787,500**

### 16. ACCOUNTS PAYABLE

	31 December 2010 MUR	31 December 2009 MUR
Provision for insurance compensation (see note 17)	15,314,868	193,250,000
Reinsurance premiums payable	2,467,268	6,022,270
Creditors for compensation and premium	76,637	174,367
Amounts owed to SIT planters	2,500	2,500
Other Creditors	99,846	99,846
Accruals	2,491,501	3,493,973
Provision for staff passage benefits (note 13)	2,600,000	2,000,000
Short term employee benefits (note 14)	8,037,380	7,643,017
	<b>31,090,000</b>	<b>212,685,973</b>

### 17. PROVISION FOR INSURANCE COMPENSATION

	31 December 2010 MUR	31 December 2009 MUR
At 1 January	193,250,000	406,676,407
Less : Payment during the year	(190,811,047)	(406,676,407)
Add : Provision for the year	12,875,915	193,250,000
<b>At 31 December</b>	<b>15,314,868</b>	<b>193,250,000</b>

### 18. REINSURANCE PREMIUM

Reinsurance premium for Crop 2010 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 50% of the cover.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 19. INVESTMENT INCOME

Interest Income (i)  
Dividends

#### (i) Interest Income

Held to maturities deposits  
Cash and cash equivalent  
Loans & receivables

	Year ended 31 December 2010 MUR	Year ended 31 December 2009 MUR
Interest Income (i)	170,175,939	224,646,256
Dividends	27,823,590	26,139,683
	<b>197,999,529</b>	<b>250,785,939</b>
Held to maturities deposits	131,154,081	184,076,649
Cash and cash equivalent	23,416,241	23,434,070
Loans & receivables	15,605,617	17,135,537
	<b>170,175,939</b>	<b>224,646,256</b>

### 20. DISCOUNT ON PREMIUM

The Board for Crop 2010 granted a discount of 70% on the general premium payable by Insureds, while for Crop 2009, a discount of 10% was granted.

### 21. ADMINISTRATIVE EXPENSES

#### Included in administrative expenses are:

Staff costs  
Retirement benefits charge  
Provision for Employees Benefits  
Depreciation  
Directors fees  
Auditors' remuneration

	Year ended 31 December 2010 MUR	Year ended 31 December 2009 MUR
Staff costs	112,539,561	107,843,061
Retirement benefits charge	2,716,220	13,458,483
Provision for Employees Benefits	5,154,077	6,564,342
Depreciation	5,799,015	5,743,679
Directors fees	667,800	661,000
Auditors' remuneration	200,000	200,000

### 22. OTHER LOSSES

Exchange loss on revaluation of foreign currency deposit  
Loss on disposal of Plant & Equipment

	Year ended 31 December 2010 MUR	Year ended 31 December 2009 MUR
Exchange loss on revaluation of foreign currency deposit	(36,937,198)	(40,096,325)
Loss on disposal of Plant & Equipment	(6,990)	(18,880)
	<b>(36,944,188)</b>	<b>(40,115,205)</b>

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 23. TAXATION

The Fund is exempt from income tax

### 24. RELATED PARTY TRANSACTIONS

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

#### (a) Outstanding balances

Loans advanced to:

- (i) Key management personnel
- (ii) Entity under common control

	31 December 2010 MUR	31 December 2009 MUR
	240,000	407,590
	24,000,000	32,000,000
	24,240,000	32,407,590

- (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.

#### (b) Transactions with entity under common directorship

- Deposits
- Loans granted

	321,786,290	303,991,717
	309,590,942	597,466,724

Transactions with entity under common directorship represent:

- (i) deposits with Afrasia Bank and Axys 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
- Post-employment benefits contribution
- Other benefits

	3,587,294	3,740,000
	697,858	728,091
	706,904	696,535
	<b>4,992,056</b>	<b>5,164,626</b>

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.



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 25. FINANCIAL INSTRUMENTS

#### 25.1 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.

#### 25.2 Categories of financial instruments

##### *Financial assets*

- Held to maturity investments
- Loans and Receivables (including cash & Cash Equivalents and excluding prepayments)
- Available for sale financial assets

	<b>31 December 2010</b> <b>MUR</b>	<b>31 December 2009</b> <b>MUR</b>
	1,735,307,344	2,192,371,002
	1,813,746,964	1,669,886,014
	1,736,937,230	1,213,914,221
	<b>5,285,991,538</b>	<b>5,076,171,237</b>
	<b>198,803,282</b>	<b>376,394,641</b>

##### *Financial liabilities*

Liabilities

#### 25.3 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.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 25. FINANCIAL INSTRUMENTS (Cont'd)

#### 25.3 Financial risk management (cont'd)

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

##### *Currency profile*

	<b>Financial Assets 2010 MUR</b>	<b>Financial liabilities 2010 MUR</b>	<b>Financial Assets 2009 MUR</b>	<b>Financial liabilities 2009 MUR</b>
<b>Currency</b>				
Mauritian Rupees	3,603,207,603	198,803,282	3,862,126,618	376,394,641
United States Dollars	788,415,710	-	587,532,523	-
Euro	868,448,103	-	600,246,666	-
British Pounds	25,920,122	-	26,265,430	-
	<b>5,285,991,538</b>	<b>198,803,282</b>	<b>5,076,171,237</b>	<b>376,394,641</b>

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%.

##### *(a) USD Impact*

Profit or loss in statement of financial position  
Revaluation Reserve in statement of financial position

	<b>31 December 2010 MUR</b>	<b>31 December 2009 MUR</b>
Profit or loss in statement of financial position	5,911,538	4,483,620
Revaluation Reserve in statement of financial position	1,972,619	1,391,706

##### *(b) EURO Impact*

Profit or loss in statement of financial position  
Revaluation Reserve in statement of financial position

Profit or loss in statement of financial position	7,797,093	5,318,224
Revaluation Reserve in statement of financial position	887,388	621,246

The above is mainly attributable to:

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

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 25. FINANCIAL INSTRUMENTS (Cont'd)

#### 25.3 Financial risk management (cont'd)

- 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 2010 was:-

Financial assets	Currency	Fixed Interest rate		Floating Interest rate	
		2010 %	2009 %	2010 %	2009 %
Bank Deposits	MUR	3.50 - 4.50	4.50	-	-
Loan to MHC	MUR	-	-	9.25 - 10.25	10.25
Loan to MSS	MUR	3.00 - 5.00	5.25 - 9.00	-	-
Fixed deposits	MUR	5.25 - 8.10	6.40 - 13.15	6.00 - 6.80	6.75 - 10.15
Fixed deposits	GBP	1.10 - 1.24	1.10 - 4.84	-	-
Fixed deposits	USD	1.10 - 1.30	1.14 - 3.25	-	-
Fixed deposits	EUR	1.96 - 2.50	0.85 - 4.78	-	-
Yields on T.Bills	MUR	3.51 - 4.78	4.58 - 7.60	-	-

- 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.

	2010 MUR	2009 MUR
Available-for-sale securities	17,369,372	12,139,142

- (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 end of reporting period since there were no outstanding insurance receivables.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 25. FINANCIAL INSTRUMENTS (Cont'd)

#### 25.3 Financial risk management (cont'd)

##### (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.

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 (including interest)	139,344,670	332,237,966	1,233,907,309	29,817,399	-
Available-for-sale	-	-	14,914,547	1,000,000	1,721,022,683
Loans & Receivables (excluding prepayments)	154,371,442	158,063,545	8,000,000	28,905,910	59,495
Cash & cash equivalents	1,464,345,573	-	-	-	-
	<b>1,758,061,685</b>	<b>490,301,511</b>	<b>1,256,821,856</b>	<b>59,723,309</b>	<b>1,721,082,178</b>

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	<b>2,491,501</b>	<b>15,314,500</b>	<b>2,646,250</b>	-



# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 26. 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.

#### 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.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 27. 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 4.365 millions*

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

*(iii) Estimated islandwide extraction rate of 10.47%*

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 457,000 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 57,700 Hectares*

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

*(vi) Estimated islandwide Total Insurable Sugar 493,000 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 9.4*

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 MUR 38 million.

# NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## for the year ended 31 December 2010

### 28. 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 (gross)	Loss Ratio
2010	19,158,000 (Fire only)	512,194,395 **	3.7%
2009	195,755,311	651,131,000 ***	30.1%
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%

\*\* Before deduction of a discount of Rs 354.2 Million given to Insureds.

\*\*\* Before deduction of a discount of Rs 64.46 Million given to Insureds.

No reinsurance proceeds were receivable for crop years 2005 to 2010.

### 29. CONTROLLING PARTY

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

On the Financial Statements  
of the Sugar Insurance Fund Board  
for the Year Ended 31 December 2010





# APPENDIX B

## FINANCIAL AND STATISTICAL TABLES

- Table I: Statement of Funds
- Table II: Reinsurance
- Table III: Fire Statistics, Crop 2010
- Table IV: Sugar Price
- Table V: Analysis by Ranking, Crop 2010
- Table VI: Events by Factory Area, 2001 - 2010
- Table VII: Events (1957 - 2010)
- Table VIII: Credit Co-operative Societies, Crop 2010
- Table IX: Millers, Crop 2010
- Table X: Area Harvested & Cane Weight, Crop 2010
- Table XI: Number of Planters, Sugar Produced & Insurable Sugar, Crop 2010
- Table XII: Premium, Compensation & Shortfall, Crop 2010
- Table XIII: Past Years Data (2001 - 2010)

## STAFF MATTERS

# Financial and Statistical Tables

**Table I : Statement of Funds**

Financial Year	Income				Expenditure				Operating Surplus/ (Deficit)	Cumulative Fund Reserves
	Gross Premium Note 2	Other contributions Note 3	Investments & Other Income Note 4	Total Income	Net compensation Note 5	Net Reinsurance Premium Note 6	Operating & Other Expenses Note 7	Total Expenditure		
up to 2000/2001	9,453,204,392	2,109,608,146	1,847,652,763	<b>13,410,465,301</b>	9,507,408,215	1,626,479,406	927,824,767	<b>12,061,712,388</b>	<b>1,348,752,913</b>	1,348,752,913
2001/2002	727,453,281	-	188,511,709	<b>915,964,990</b>	69,844,329	171,179,007	90,085,102	<b>331,108,438</b>	<b>584,856,552</b>	1,933,609,465
2002/2003	800,228,759	-	255,044,145	<b>1,055,272,904</b>	814,135,579	185,291,404	95,418,324	<b>1,094,845,307</b>	<b>(39,572,403)</b>	1,894,037,062
2003/2004	837,256,065	-	432,189,979	<b>1,269,446,044</b>	629,033,959	145,377,305	93,884,812	<b>868,296,076</b>	<b>401,149,968</b>	2,295,187,030
2004/2005	896,012,073	-	177,893,428	<b>1,073,905,501</b>	575,718,022	91,126,553	101,975,541	<b>768,820,116</b>	<b>305,085,385</b>	2,600,272,415
2005/2006	849,437,679	-	244,393,634	<b>1,093,831,313</b>	583,572,641	83,143,754	128,419,854	<b>795,136,249</b>	<b>298,695,064</b>	2,898,967,479
2007	838,543,820	-	407,357,609	<b>1,245,901,429</b>	864,726,127	83,191,051	169,436,205	<b>1,117,353,383</b>	<b>128,548,046</b>	3,027,515,525
2008	717,886,029	-	369,475,477	<b>1,087,361,506</b>	411,675,744	61,745,852	128,694,493	<b>602,116,089</b>	<b>485,245,417</b>	3,512,760,942
2009	651,131,000	6,119,201	252,833,741	<b>910,083,942</b>	196,582,562	53,810,602	210,954,003	<b>461,347,167</b>	<b>448,736,775</b>	3,961,497,717
2010	512,194,395	-	231,699,399	<b>743,893,794</b>	19,158,000	39,077,537	530,339,521	<b>588,575,058</b>	<b>155,318,736</b>	4,116,816,453
<b>TOTAL</b>	<b>16,283,347,493</b>	<b>2,115,727,347</b>	<b>4,407,051,884</b>	<b>22,806,126,724</b>	<b>13,671,855,178</b>	<b>2,540,422,471</b>	<b>2,477,032,622</b>	<b>18,689,310,271</b>	<b>4,116,816,453</b>	

## Notes

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

# Financial and Statistical Tables

**Table II: Reinsurance**

<b>Financial Year</b>	<b>Reinsurance Premium Rs.</b>	<b>Reinsurance Compensation Rs.</b>
Up to 2000/2001	1,640,102,727	1,746,907,836
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	61,745,852	-
2009	53,810,602	6,119,201
2010	39,077,537	-

Note 1: Gross reinsurance premium inclusive of SIFB share of participation.

Note 2: In respect of crop 1999, see 'Statement of Comprehensive Income' on page 29.

Note 3: Figures for financial year 2004/2005 have been restated on the application of IFRS in the financial year 2005/2006.



## Financial and Statistical Tables

**Table III: Fire Statistics, Crop 2010**

<b>Sector</b>	<b>Cases Compensated (Number)</b>	<b>Effective Area Burnt (Hectares) (1)</b>	<b>Total Area Harvested (Hectares) (2)</b>	<b>Area Burnt as % of Area Harvested %(1)/(2)</b>
<b>North</b>	169	100.818	13,186	0.8
<b>East</b>	36	23.554	16,322	0.1
<b>South</b>	42	138.994	17,942	0.8
<b>West &amp; Centre</b>	42	54.653	10,220	0.5
<b>Island</b>	<b>289</b>	<b>318.019</b>	<b>57,670</b>	0.6

**Table IV: Sugar Price**

	<b>Planters</b>	<b>Millers</b>	<b>Weighted</b>
	<b>(Rupees)</b>		
<b>2001</b>	12,875	12,650	12,826
<b>2002</b>	14,252	14,100	14,219
<b>2003</b>	15,316	15,200	15,290
<b>2004</b>	16,094	15,900	16,051
<b>2005</b>	17,392	17,050	17,317
<b>2006</b>	17,120	16,700	17,028
<b>2007</b>	18,206	17,900	18,139
<b>2008</b>	16,444	16,000	16,346
<b>2009</b>	15,627	15,000	15,489
<b>2010</b>	13,409	12,700	13,253



**Table V: Analysis by Ranking, Crop 2010**

Ranking	Planters (Number)	Area Harvested (Hectares)	Canes Milled	Insurable Sugar (Tonnes)		Sugar Produced	Shortfall	General Premium (Rupees)	General Compensation
				Sugar	Sugar				
Up to 5.4	4,831	4,150	234,817	23,388	18,484	-	27,537,095	-	
5.5 - 5.9	2,652	2,426	154,389	14,290	12,336	-	16,594,060	-	
6.0 - 6.4	2,537	3,071	209,910	18,890	17,010	-	21,667,683	-	
6.5 - 6.9	2,413	2,614	187,102	24,736	21,225	-	27,570,293	-	
7.0 - 7.4	1,495	2,193	149,498	13,618	11,936	-	15,273,640	-	
7.5 - 7.9	1,323	3,789	295,644	42,320	40,493	-	45,762,563	-	
8.0 - 8.4	1,146	7,364	582,888	50,270	47,557	-	54,948,315	-	
8.5 - 8.9	897	2,795	215,988	37,521	34,344	-	39,441,629	-	
9.0 - 9.4	727	931	64,072	6,063	5,288	-	6,451,879	-	
9.5 - 9.9	586	1,457	102,925	9,141	8,407	-	9,509,088	-	
10.0 - 10.4	450	8,399	657,459	114,909	104,303	-	114,577,541	-	
10.5 - 10.9	347	6,493	515,478	53,369	52,930	-	52,898,145	-	
11.0 - 11.4	238	184	14,068	1,282	1,156	-	1,259,989	-	
11.5 - 11.9	228	3,014	213,383	18,149	17,266	-	17,458,999	-	
12.0 - 12.4	133	1,579	104,614	9,253	8,291	-	8,540,836	-	
12.5 - 12.9	95	64	5,151	473	426	-	426,561	-	
13.0 - 13.4	64	3,724	358,374	29,643	31,532	-	25,953,242	-	
13.5 - 13.9	43	760	70,591	5,851	5,468	-	4,980,337	-	
14.0 - 14.4	29	23	1,582	155	131	-	125,289	-	
14.5 - 14.9	30	2,100	182,528	16,083	15,015	-	12,120,732	-	
15.0 or more	47	540	45,333	3,902	3,533	-	2,877,969	-	
<b>Island</b>	<b>20,311</b>	<b>57,670</b>	<b>4,365,794</b>	<b>493,306</b>	<b>457,131</b>	<b>-</b>	<b>505,975,885</b>	<b>-</b>	

# Financial and Statistical Tables

**Table VI: Events by Factory Area, 2001 - 2010**

Factory Area	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>North</b>										
Belle Vue	D	C&D&E	C&D	---	D&E	D&E	C&D&E	D&E	D&E	---
Mon Loisir	D	C&D&E	C&D	---	D&E	D&E	C&D&E	D&E	D&E	---
<b>East</b>										
Beau Champ	D	C&D&E	C&E	E	E	C&D&E	C&D&E	E	D&E	---
FUEL	---	C&D&E	C&E	E	E	C&D&E	C&D&E	E	D&E	---
<b>South</b>										
Britannia	D	C&D&E	Mill Ceased Operation							
Mon Tresor	---	C&D&E	C&E	E	E	C&D&E	Mill Ceased Operation			
Riche en Eau	---	C&D&E	C&E	E	E	C&D&E	Mill Ceased Operation			
Rose Belle	D	Mill Ceased Operation								
Savannah	---	C&E	C&E	E	E	C&D&E	C&D&E	E	E	---
St Felix	---	C&D&E	C&E	E	E	Mill Ceased Operation				
Union	---	C&D&E	C&E	E	E	C&D&E	C&D&E	E	E	Mill Ceased Operation
<b>West &amp; Centre</b>										
Medine	D	C&E	D	---	D&E	D&E	C&D&E	D&E	D&E	---
Highlands	D	Mill Ceased operation								
Mon Desert Alma	D	C&D&E	C&E	E	E	C&D&E	C&D&E	Mill Ceased Operation		

C : Cyclone

D : Drought

E : Excessive Rainfall

# Financial and Statistical Tables

**Table VII: Events (1957 - 2010)**

<b>Events</b>	<b>1957 to 1959</b>	<b>1960 to 1969</b>	<b>1970 to 1979</b>	<b>1980 to 1989</b>	<b>1990 to 1999</b>	<b>2000 to 2009</b>	<b>2010</b>	<b>Total</b>
<b>C</b>	1	4	2	1	1	--	--	<b>9</b>
<b>C &amp; D</b>	--	2	2	--	2	--	--	<b>6</b>
<b>C, D &amp; E</b>	--	--	1	--	--	4	--	<b>5</b>
<b>C &amp; E</b>	--	--	--	2	--	--	--	<b>2</b>
<b>D</b>	2	4	2	4	5	1	--	<b>18</b>
<b>D &amp; E</b>	--	--	2	2	2	4	--	<b>10</b>
<b>E</b>	--	--	1	1	--	1	--	<b>3</b>

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

**Table VIII: Credit Co-operative Societies, Crop 2010**

<b>Sector</b>	<b>Planters</b>	<b>Area Harvested</b>	<b>Sugar Produced</b>	<b>Insurable Sugar</b>	<b>General Premium</b>	<b>General Compensation</b>
	<b>(Number)</b>	<b>(Hectares)</b>	<b>(Tonnes)</b>		<b>(Rupees)</b>	
North	2,449	1,579	9,287	10,256	11,765,129	-
East	3,336	2,255	11,880	14,101	15,422,531	-
South	2,753	1,695	8,689	10,120	11,077,374	-
West & Centre	924	652	3,153	3,699	4,139,151	-
<b>Island</b>	<b>9,462</b>	<b>6,181</b>	<b>33,009</b>	<b>38,176</b>	<b>42,404,185</b>	-

# Financial and Statistical Tables

**Table IX: Millers, Crop 2010**

Sector	Millers	Sugar Produced	Insurable Sugar	General Premium	General Compensation
	(Number)	(Tonnes)		(Rupees)	
North	2	22,606	25,230	26,585,027	-
East	2	36,643	39,522	39,355,198	-
South	1	30,371	33,874	32,738,215	-
West & Centre	1	10,364	9,905	9,346,504	-
<b>Island</b>	<b>6</b>	<b>99,984</b>	<b>108,531</b>	<b>108,024,944</b>	-



**Table X: Area Harvested & Cane Weight, Crop 2010**

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)	746	798	905	1,010	286	380	9,061	13,186
	Cane Weight (Tonnes)	57,451	60,730	68,558	77,110	20,567	26,489	728,919	1,039,824
East	Area Harvested (Hectares)	877	1,103	1,260	1,554	514	541	10,473	16,322
	Cane Weight (Tonnes)	57,415	68,397	78,133	97,963	32,027	31,362	817,171	1,182,468
South	Area Harvested (Hectares)	860	1,096	1,075	1,162	492	810	12,447	17,942
	Cane Weight (Tonnes)	56,938	65,405	65,557	71,212	32,194	54,952	1,013,470	1,359,728
West & Centre	Area Harvested (Hectares)	297	712	589	482	285	609	7,246	10,220
	Cane Weight (Tonnes)	17,079	39,052	34,445	30,108	21,147	41,669	600,274	783,774
Island	Area Harvested (Hectares)	2,780	3,709	3,829	4,208	1,577	2,340	39,227	57,670
	Cane Weight (Tonnes)	188,883	233,584	246,693	276,393	105,935	154,472	3,159,834	4,365,794

Table XI: Number of Planters, Sugar Produced & Insurable Sugar, Crop 2010

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	2,965	1,117	656	346	43	16	11	2	5,156
	Sugar Produced (Tonnes)	4,410	4,659	5,250	5,923	1,627	2,113	59,506	22,606	106,094
	Insurable Sugar (Tonnes)	4,960	5,261	5,878	6,547	1,891	2,529	62,388	25,230	114,684
East	Number of Planters	3,430	1,536	905	532	75	29	5	2	6,514
	Sugar Produced (Tonnes)	4,753	5,646	6,444	8,072	2,634	2,581	68,026	36,643	134,799
	Insurable Sugar (Tonnes)	5,667	6,859	7,742	9,605	3,078	3,312	70,877	39,522	146,662
South	Number of Planters	3,133	1,518	761	395	74	26	15	1	5,923
	Sugar Produced (Tonnes)	4,554	5,211	5,239	5,647	2,561	4,353	81,337	30,371	139,273
	Insurable Sugar (Tonnes)	5,414	6,223	6,289	6,701	2,908	4,688	87,856	33,874	153,953
West & Centre	Number of Planters	1,128	925	427	167	40	20	10	1	2,718
	Sugar Produced (Tonnes)	1,374	3,080	2,748	2,435	1,778	3,476	51,710	10,364	76,965
	Insurable Sugar (Tonnes)	1,663	3,762	3,357	2,827	1,935	4,138	50,420	9,905	78,007
Island	Number of Planters	10,656	5,096	2,749	1,440	232	91	41	6	20,311
	Sugar Produced (Tonnes)	15,091	18,596	19,681	22,077	8,600	12,523	260,579	99,984	457,131
	Insurable Sugar (Tonnes)	17,704	22,105	23,266	25,680	9,812	14,667	271,541	108,531	493,306

# Financial and Statistical Tables

**Table XII: Premium, Compensation & Shortfall, Crop 2010**

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)	5,701,619	6,054,044	6,759,301	7,526,130	2,146,238	2,933,954	67,985,687	26,585,027	125,692,000
	Compensation (Rs)	-	-	-	-	-	-	-	-	-
	Shortfall (Tonnes)	-	-	-	-	-	-	-	-	-
East	Premium (Rs)	6,233,445	7,569,898	8,500,423	10,623,990	3,346,385	3,616,652	72,938,157	39,355,198	152,184,148
	Compensation (Rs)	-	-	-	-	-	-	-	-	-
	Shortfall (Tonnes)	-	-	-	-	-	-	-	-	-
South	Premium (Rs)	5,971,114	6,904,316	6,933,390	7,402,659	3,210,662	4,979,885	83,030,961	32,738,215	151,171,202
	Compensation (Rs)	-	-	-	-	-	-	-	-	-
	Shortfall (Tonnes)	-	-	-	-	-	-	-	-	-
West & Centre	Premium (Rs)	1,889,206	4,294,995	3,809,745	3,191,350	2,185,845	4,677,980	47,532,910	9,346,504	76,928,535
	Compensation (Rs)	-	-	-	-	-	-	-	-	-
	Shortfall (Tonnes)	-	-	-	-	-	-	-	-	-
Island	Premium (Rs)	19,795,384	24,823,253	26,002,859	28,744,129	10,889,130	16,208,471	271,487,715	108,024,944	505,975,885
	Compensation (Rs)	-	-	-	-	-	-	-	-	-
	Shortfall (Tonnes)	-	-	-	-	-	-	-	-	-

# Financial and Statistical Tables

Table XIII: Past Years Data (2001 - 2010)

Crop Year	Planters (Number)	Area Harvested (Hectares)	Canes Milled	Sugar Produced	Insurable Sugar	Shortfall	General Premium	General Compensation (Rupees Th)		Crop Reduction %	Events
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	
2009	21,498	59,108	4,666,949	470,895	523,354	18,919	644,223	178,644	10	D & E	
2010	20,311	57,670	4,365,794	457,131	493,306	-	505,976	-	7	---	

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



# STAFF MATTERS

## 1. STAFF LIST

### *Head Office*

Lucette M D Athion, Aniffa B Aumeerally, Roopnarain Ballgobin, Sarowsati D Basant Rai, Shilamane Belut, Ramraj Bhuttooah, Rajshree D Boodhoo, Subhashini D Boodhoo, Vijaya Bundhoo, Usha D Bundhun, Shashikala D Chamroo, Veenah D M D Chinappen, Johnny S S Chong Chap Sin, Fritz J L Chowrimootoo, Parthiben P Coopamah, Rajcoomaree Dabee, Kavita Damry, Maha Devi Dewan, Mahendranath Dewkurrun, Kavita Doollub, Jayshree Gangaram, Deorajnuth Gansam, Chandarman Ghumondee, Gaoutam Gooroochurn, Dayen Gujadhur, Madhvee Gunesh, Titrunjansing Gunesssing, Gajendrasingh Gungadeen, Basmattee Guness, Sunanda Halkhoree, Amrita M Huree, Rameshwari Jagun, Anund Jahul, Devina M Jankee, Saffick Janoo, Suresh Jatoonah, Vijay K Jeewooth, Sonalall Jhurree, Vishnuduth Jooron, Rajendranath Kallychurn, Seevananda Kathapermal, Yantee D Khemraz, Kaliani Koolash, Sheela D Koonja, Ram Kunniah, Umadevi Kurreemun, Yan Lock Son, Ranita H J R S Mahadeo, Kendmati Maulloo, Naraindre Motee, Youveraj Nathoo, Jimmy Y K Newk-Fon Hey Tow, Mohammad Ameen I Noormahomed, Krishna J Pareemanun, Sabita Pattoo, Cheryl M V Payet, Yashin M Peermamode, Deven Perianen, Arvin Poreema, Devendra K Purmessur, Diness Purryag, Kanta Purryag, Sarojun Ragen-Beeharry, Mirabai S Ragudu, Sarojni Ramanna, Vidia Ramaswami, Rajwantee Rambojun, Lakshika D Ramkissoo, Chandnee Ramlall, Prathiba Ramlochund, Pritee Ramnochane, Devika Ramrecha, Rajwantee Ramrichia, Hemwantee Ramsokul, Roshila Devi Rekhaye, Brijanand Runglollsing, Asraf Ali Sahajasein, Florence Seblin, Shashimala Seeboo, Shashimala Servansingh, Roshni Sonahee, Surekha N D Soobrayen, Jayendra Sookdeb, Rajkarrun Sookun, Rajcoomaree Soopal, Phoolmani Sooruyah, Nandinee Sreemantoo, Rita Surjoo, Rajkumari Tauckoor, Krishnamoorthy P Vayapooree.

### *Camp De Masque*

Raouf Bhaukaurally, Gowtam Bulato, Dhaneswar Bumma, Appanah S Cuniah, Premduth Jugnarain, Tayeb M Kaderbathia, Shyamduth Luttoo, Rakesh Naiko, Shiam Narsimulu, Saoud M Nunhuck, Narainsamy Pothen, Devanand Rajoo, Ramesh Rambhojoo, Pardoomandass Seebaluck, Krishnanund Sheoraj, Raz Siburuth, Hossen Soodhoo, Prem Taulloo

### *Mare D' Albert*

Mardaymootoo Andian, Sadasiven Arnasalon, Gooroodeo Bansy, Manoj K Beedasy, Anandpersad Beeharry, Koomar Bhunjun, Virendra K Bissoonauth, Tikaram Boodhoo, Jagdice Buchoo, Rajen Bundhun, Pierre H Chevathian, Toolsee Groodoyal, Nundkishore Kissensing, Jaideo Mokoonlall, Dharmanand Nathoo, Sanjeet Nistar, Rafick M Nunnoo, Goraj Peryagh, Anthony S Pillay, Narainsamy Pydiah, Asutosh S Ramsahye, Sanassee Sanassee, Kissorlall Seechurn, Romeswar Seegolum, Jose M Soobrayen, Maheshwarnath Soogumbur, Pravin Sooklall, Tarkeshwarnath Soonarane, Lutchmeenarain Sunassee

### *Pamplemousses*

Moossa Aiahsaib, Anand Appa, Rajendra K Baboolall, Subash L Bamma, Rajnish Bhuckory, Rajcoomarsing Bijlall, Sookraj Bissessur, Beepraj Bohorun, Sasan Buton, Sanjeev K Callycharn, Nundeo Chacoory, Omduth Choolun, Clovis L J C Colomes, Devadasen Curpen, Prakash S Dinnoo, Darshan Dookhy, Deodass Emerith, Vivendra Goorah, Satyanand Hulkua, Chutterghoon Khettoo, Harrish Khoodeeram, Issoop Leddha, Ramcharan Maywah, Hunsraj Mungur, Sooriadeho Punchu, Parsooram A Ramasawmy, Ishwarduth Ramchurn, Ootamduth Ramkeesoon, Rakesh Ramkurrun, Dewjit Ramsahye, Soopramanien Ramsamy, Yahsin Sheik Fareed, Satiavrat Sookaloo, Amarnath Sookun, Devkumarsing Sreepaul, Rajandra R Surjoo, Khelawon Teeluck

### *Quartier Militaire*

Sadaseeven Anadachee, Rishikumar Arsadi, Yogeshwar Bachasingh, Rajnan Baldeo, Kesswar Balgobin, Rengasamy Beemadoo, Rajcoomar Bhoondah, Doorwanand Bissessur, Annoopam Shyam Buljeeon, Bohwaneswar Chitamun, Nandarajen Coolanaden, Vijayatma Daby, Shaheed Dargaye, Ishwardeo Golam, Nazirkhan Hossen, Vishal Kadoo, Dawandranath Maghun, Ramlagun Mautadin, Amal D Mohabeer, Rajeshwur Mohajeer, Seikanand Mohun, Shanmoogum Mookien, Ramjeet Moorut, Soodesh Multra, Moonoosawmy Paniken, Brijesh B Ramdewor, Sakuntala Ramhit, Doorgacharrun S Ramiad, Bhojuswar Ramkissoo, Deepak Ramtohul, Benymadho Roopun, Dev A Sauba, Asokumardass Seebaluck, Arveen Seewooram, Soodesh Sohabul, Danilall Sookun

## *Souillac*

Atchanah Appiah, Dharma Rajen Beelato, Bramdath Bhoobul, Beerjanand Bhunjun, Shantaram Bhurtun, Seevaramen Coomaraswamy Pillai, Veeraj Coondiah, Sumangal Dewoo, Vatanlall Gangoo, Lutchmeepersad Ghoora, Sookram Goberdhan, Rishi K Greedharee, Rohit Jahajeeah, Yemraj Jamansing, Dinanath Jayepokash, Mohundranath Jumnah, Randhir Kissensing, Sudess Luchman, Sada Mooneesawmy, Sarvam Nuckcheda, Oomraj Nundun, Soorieadeo Ramdowar, Ravi Sham, Christian Soobroydoo, Jayduth Teeluck, Amritlall Toory

## *Vacoas*

Brown Appadoo, Reshad Bhaukaurally, Amarsing Dinajsing, Jeewan Garibdass, Surendranath Gopal, Ravind Jeewooth, Shivraneer Jhurkut, Satyanand Kanhye, Bhimsen Mangra, Ibrahim Mathurah, Harrish Mungur, Chatterjee Nathoo, Reshad M Oozeer, Noorani M Peerun, Kaylass Ramsokul, Mohamedally Rosun, Ignace Sandean, Ranjeet Seebun, Ramchundar Seekunto, Ishwar S Seewoonauth, Krist Sooben, Sanjaye Tackopersadh, Soopayah Veeren

## **2. RETIREMENTS**

- i. Mrs Kenmati Maulloo K, Claims Officer, retired on 07.04.10 after 41 years of service.
- ii. Mr Ramraj Bhuttoah, Senior /Head Officer Attendant, retired on 03.08.10 after 33 years of service.
- iii. Mr S Coomaraswamy Pillai, Senior Field Officer, retired on 09.09.10 after 30 years of service.
- iv. Mrs Sunanda Halkhoree, Claims Officer, retired on 12.12.10 after 34 years of service.

## **3. RESIGNATIONS**

Mr Rakesh Ramkurrun, Field Officer, resigned from his post on 05.08.10

## **4. OBITUARY**

It is noted with regret that Mr. Dev Anand Sauba, Senior Field Officer, passed away on 19.11.10, after 34 years of service.

The Sugar Insurance Fund Board expresses its deepest sympathy to the bereaved family.

## **5. TRAINING OF STAFF**

The following in-service courses were provided to staff during the year 2010:

- i. Training in First Aid;
- ii. IT training on applications used by each department;
- iii. Training for inspectorate staff on registration and registration procedures;
- iv. Input of post harvest inspection findings.



# GLOSSARY

<b>Crop Year</b>	Period beginning on the 1st of June in any year and ending on the 31st of May in the following year.
<b>Event Year</b>	In respect of any factory area, a crop year is declared an event year on account of the occurrence of all or any of the following causes: cyclones, drought or excessive rainfall.
<b>Factory Area (F. A.)</b>	Area assigned by the Cane Planters and Millers Arbitration and Control Board to a factory
<b>I. S. H.</b>	Insurable Sugar per Hectare
<b>Insured</b>	A Planter, Sugar Estate, Miller or Metayer
<b>Metayer</b>	A person who, by agreement with a planter, cultivates cane on land which belongs to the planter and in consideration for the use of land, gives the planter a portion of the annual sugar yield of such land, with or without any additional payment
<b>Miller</b>	Any person, or group of persons, operating a factory and includes any person, acting as Manager for that person or group of persons
<b>Planter</b>	Any person, or group of persons, growing canes in a factory area and includes any person acting as Manager for that person or group of persons
<b>Tonnes</b>	Metric tons







SUGAR INSURANCE FUND BOARD

18, Sir S. Ramgoolam Street  
Port-Louis

Tel: +230 208 3236

Fax: +230 208 2634

Email: [s.i.f.b@intnet.mu](mailto:s.i.f.b@intnet.mu)

Website: <http://www.sifb.biz>