

# Phoenix Beverages Limited



BRN: C07001183

## ABRIDGED UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED 31 DECEMBER 2019

### ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 31.12.19 Unaudited	As at 30.06.19 Audited	As at 31.12.19 Unaudited	As at 30.06.19 Audited
	MUR '000	MUR '000	MUR '000	MUR '000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4,312,115	3,945,533	3,837,934	3,510,122
Investments and others	810,040	805,327	1,399,847	1,372,020
	<b>5,122,155</b>	<b>4,750,860</b>	<b>5,237,781</b>	<b>4,882,142</b>
<b>Current assets</b>				
	2,466,628	1,918,595	1,801,431	1,353,775
	<b>7,588,783</b>	<b>6,669,455</b>	<b>7,039,212</b>	<b>6,235,917</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity and reserves</b>				
Equity attributable to Owners of the Company	4,671,670	4,407,533	4,750,088	4,513,083
Non-controlling interests	(6,136)	(5,597)	-	-
<b>Total equity</b>	<b>4,665,534</b>	<b>4,401,936</b>	<b>4,750,088</b>	<b>4,513,083</b>
<b>Non-current liabilities</b>				
	1,167,933	1,004,280	1,062,671	892,279
<b>Current liabilities</b>				
	1,755,316	1,263,239	1,226,453	830,555
<b>Total equity and liabilities</b>	<b>7,588,783</b>	<b>6,669,455</b>	<b>7,039,212</b>	<b>6,235,917</b>

### SEGMENTAL INFORMATION

	THE GROUP			
	3 Months to 31.12.19 Unaudited	3 Months to 31.12.18 Unaudited	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000
<b>Segment revenue</b>				
Local	2,238,974	2,092,453	3,739,471	3,451,563
Overseas	385,969	299,496	666,917	579,994
	<b>2,624,942</b>	<b>2,391,949</b>	<b>4,406,388</b>	<b>4,031,557</b>
<b>Segment results</b>				
Local	299,222	289,502	396,505	352,365
Overseas	32,207	(3,104)	32,131	(5,509)
	<b>331,429</b>	<b>286,398</b>	<b>428,636</b>	<b>346,856</b>

### ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company						
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total	Non-Controlling Interests
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
At 1 July 2019	164,470	202,492	1,077,313	3,451	2,959,807	4,407,533	(5,597)
Impact on adoption of IFRS 16	-	-	-	-	(9,822)	(9,822)	-
Total comprehensive income/(loss) for the period	-	-	7,641	-	345,264	352,905	(539)
Transfer	-	-	94	-	94	188	-
Dividends	-	-	-	-	(78,946)	(78,946)	-
<b>At 31 December 2019</b>	<b>164,470</b>	<b>202,492</b>	<b>1,085,048</b>	<b>3,451</b>	<b>3,216,209</b>	<b>4,671,670</b>	<b>(6,136)</b>
At 1 July 2018	164,470	202,492	1,078,316	3,555	2,701,766	4,150,599	(4,449)
Total comprehensive (loss)/income for the period	-	-	(21,089)	(186)	269,223	247,948	(214)
Dividends	-	-	-	-	(65,788)	(65,788)	-
<b>At 31 December 2018</b>	<b>164,470</b>	<b>202,492</b>	<b>1,057,227</b>	<b>3,369</b>	<b>2,905,201</b>	<b>4,332,759</b>	<b>(4,663)</b>
<b>THE COMPANY</b>							
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total	
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	
At 1 July 2019	164,470	202,492	1,065,389	239,070	2,841,662	4,513,083	
Impact on adoption of IFRS 16	-	-	-	-	(9,822)	(9,822)	
Total comprehensive income for the period	-	-	-	3,388	322,385	325,773	
Dividends	-	-	-	-	(78,946)	(78,946)	
<b>At 31 December 2019</b>	<b>164,470</b>	<b>202,492</b>	<b>1,065,389</b>	<b>242,458</b>	<b>3,075,279</b>	<b>4,750,088</b>	
At 1 July 2018	164,470	202,492	1,065,389	202,840	2,630,638	4,265,829	
Total comprehensive (loss)/income for the period	-	-	-	(4,048)	278,655	274,607	
Dividends	-	-	-	-	(65,788)	(65,788)	
<b>At 31 December 2018</b>	<b>164,470</b>	<b>202,492</b>	<b>1,065,389</b>	<b>198,792</b>	<b>2,843,505</b>	<b>4,474,648</b>	

### ABRIDGED INCOME STATEMENT

	THE GROUP				THE COMPANY			
	3 Months to 31.12.19 Unaudited	3 Months to 31.12.18 Unaudited	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited	3 Months to 31.12.19 Unaudited	3 Months to 31.12.18 Unaudited	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
Revenue	2,624,942	2,391,949	4,406,388	4,031,557	2,253,198	2,108,185	3,773,727	3,485,205
Profit before finance costs	331,429	286,398	428,636	346,856	303,623	283,388	401,247	344,955
Finance costs	(7,250)	(14,010)	(20,072)	(24,970)	(9,942)	(8,393)	(19,015)	(15,226)
	324,179	272,388	408,564	321,886	293,681	274,995	382,232	329,729
Share of results of associates	(24)	(18)	34	4	-	-	-	-
Profit before taxation	324,155	272,370	408,598	321,890	293,681	274,995	382,232	329,729
Tax expense	(46,565)	(41,551)	(63,873)	(52,881)	(45,141)	(40,627)	(59,847)	(51,074)
Profit for the period	277,590	230,819	344,725	269,009	248,540	234,368	322,385	278,655
<b>Attributable to:</b>								
Owners of the Company	277,804	230,943	345,264	269,223	248,540	234,368	322,385	278,655
Non-controlling interests	(214)	(124)	(539)	(214)	-	-	-	-
	277,590	230,819	344,725	269,009	248,540	234,368	322,385	278,655
<b>Earnings per Share</b>								
Earnings attributable to Owners of the Company (MUR '000):	277,804	230,943	345,264	269,223	248,540	234,368	322,385	278,655
Number of shares in issue ('000)	16,447	16,447	16,447	16,447	16,447	16,447	16,447	16,447
Earnings per share (MUR):	16.89	14.04	20.99	16.37	15.11	14.25	19.60	16.94

### ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	3 Months to 31.12.19 Unaudited	3 Months to 31.12.18 Unaudited	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited	3 Months to 31.12.19 Unaudited	3 Months to 31.12.18 Unaudited	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
Profit for the period	277,590	230,819	344,725	269,009	248,540	234,368	322,385	278,655
<i>Other Comprehensive income/(loss):</i>								
<i>Items that may be reclassified subsequently to profit or loss:</i>								
Exchange differences on translating foreign operations	15,088	(6,836)	7,641	(21,089)	-	-	-	-
Increase/(decrease) in fair value of securities	-	-	-	-	5,787	(613)	3,388	(4,048)
Other movements in associates	75	(153)	-	(186)	-	-	-	-
Total comprehensive income for the period	292,753	223,830	352,366	247,734	254,327	233,755	325,773	274,607
<b>Total comprehensive income/(loss) attributable to:</b>								
Owners of the Company	292,967	223,954	352,905	247,948	254,327	233,755	325,773	274,607
Non-controlling interests	(214)	(124)	(539)	(214)	-	-	-	-
	292,753	223,830	352,366	247,734	254,327	233,755	325,773	274,607

### ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited	6 Months to 31.12.19 Unaudited	6 Months to 31.12.18 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000
Net cash generated from/(used in) operating activities	239,767	29,236	154,786	(3,490)
Net cash used in investing activities	(310,965)	(196,914)	(248,906)	(172,257)
Net cash (used in)/from financing activities	(72,944)	(10,217)	(61,436)	5,487
Decrease in cash and cash equivalents	(144,142)	(177,895)	(155,556)	(170,260)
Opening cash and cash equivalents	62,057	95,956	34,515	50,253
Effects of foreign exchange rate changes	1,476	6,581	1,150	7,739
Closing cash and cash equivalents	(80,609)	(75,358)	(119,891)	(112,268)

### COMMENTS

Group sales volume for the period to 31 December 2019 grew by 8.0% when compared to last year. Sales volume for the domestic market and in Reunion Island for the same period increased by 5.5% and 12.7% respectively.

Group turnover for the 6 months under review stands at MUR 4,406M (2018: MUR 4,032M) representing an increase of 9.3% when compared to last year.

Group profit after taxation for the period increased by 28.1% from MUR 269.0M to MUR 344.8M.

Our activities in Reunion Island have positively impacted the Group's results contributing MUR 21.2M to profit after tax compared to a loss of MUR 4.8M last year, when our operations were affected by production constraints due to water unavailability and social unrest.

#### Adoption of IFRS 16

IFRS 16 (Lease Accounting) became effective for accounting period beginning 1 January 2019. It requires lessees to recognise almost all leases on the balance sheet, reflecting the right to use an asset for a period of time and the associated liability. Consequently, the assets (Right of use of assets) and the liabilities (Leases) have increased by MUR 202.9M and MUR 214.9M respectively. This adoption has also impacted the income statements and cash flow disclosure.

#### Outlook

We have taken necessary steps to ensure that Phoenix Bev's operations will continue to remain robust by leveraging its strong brands, appropriate route to market execution and judicious investments. We are constantly improving our capacities and capabilities to meet the changing needs of our consumers.

#### For and on behalf of the Board of Directors

IBL Management Ltd  
Company Secretary

10 February 2020

#### NOTES:

The above abridged quarterly and half-yearly financial statements to 31 December 2019 are unaudited. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended 30 June 2019.

Copies of these unaudited abridged quarterly and half-yearly financial statements and of the statement of direct and indirect interests of officers of the Company are available free of charge from the Company Secretary at the registered office of the Company, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

The above unaudited abridged quarterly financial statements are issued pursuant to Listing Rule 12.20 and Section 88 of the Securities Act 2005.

The Board of Directors of Phoenix Beverages Limited accepts full responsibility for the accuracy of the information contained in these unaudited abridged quarterly and half-yearly financial statements.