

PHOENIX INVESTMENT COMPANY LIMITED

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

BRN: C07001226

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
	Rs '000	Rs '000	Rs '000	Rs '000
ASSETS				
Non-current assets				
Property, plant and equipment	4,312,115	3,945,533	-	-
Investments and others	810,040	805,327	2,938,255	2,958,659
	5,122,155	4,750,860	2,938,255	2,958,659
Current Assets	2,474,268	1,926,443	7,641	7,848
Total Assets	7,596,423	6,677,303	2,945,896	2,966,507
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to Owners of the Company	1,397,666	1,316,520	2,938,874	2,959,739
Non-controlling interests	3,268,484	3,086,827	-	-
Total equity	4,666,150	4,403,347	2,938,874	2,959,739
Non-current liabilities	1,167,933	1,004,280	-	-
Current liabilities	1,762,340	1,269,676	7,022	6,768
Total equity and liabilities	7,596,423	6,677,303	2,945,896	2,966,507

ABRIDGED INCOME STATEMENTS

	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
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Revenue	2,624,942	2,391,949	4,406,388	4,031,557	24,485	20,405	24,485	20,405
Profit before finance costs	330,237	285,649	426,554	345,573	23,293	19,656	22,735	19,123
Finance costs	(7,250)	(14,010)	(20,073)	(24,971)	-	-	-	-
	322,987	271,639	406,481	320,602	23,293	19,656	22,735	19,123
Share of results of associates	(24)	(18)	34	4	-	-	-	-
Profit before taxation	322,963	271,621	406,515	320,606	23,293	19,656	22,735	19,123
Tax expense	(46,565)	(41,551)	(63,873)	(52,881)	-	-	-	-
Profit for the period	276,398	230,070	342,642	267,725	23,293	19,656	22,735	19,123
Attributable to:								
Owners of the Company	84,983	70,889	105,019	82,230	23,293	19,656	22,735	19,123
Non-Controlling Interests	191,415	159,181	237,623	185,495	-	-	-	-
	276,398	230,070	342,642	267,725	23,293	19,656	22,735	19,123
Earnings per Share								
Earnings attributable to Owners of the Company (Rs '000):	84,983	70,889	105,019	82,230	23,293	19,656	22,735	19,123
Number of shares in issue ('000)	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685
Earnings per share (Rs):	14.95	12.47	18.47	14.46	4.10	3.46	4.00	3.36

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
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Profit for the period	276,398	230,070	342,642	267,725	23,293	19,656	22,735	19,123
<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	-	-	-	-	285,664	(102,023)	(20,404)	(122,427)
Other movements in associates	75	(153)	-	(186)	-	-	-	-
Total comprehensive income/(loss) for the period	291,561	223,081	350,283	246,450	308,957	(82,367)	2,331	(103,304)
Total comprehensive income/(loss) attributable to:								
Owners of the Company	89,687	68,720	107,390	75,630	308,957	(82,367)	2,331	(103,304)
Non-controlling interests	201,874	154,361	242,893	170,820	-	-	-	-
	291,561	223,081	350,283	246,450	308,957	(82,367)	2,331	(103,304)

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
	Rs '000	Rs '000	Rs '000	Rs '000
Net cash generated from/(used in) operating activities	238,271	28,108	(1,495)	(1,128)
Net cash (used in)/generated from investing activities	(310,965)	(196,914)	24,485	20,405
Net cash used in financing activities	(71,655)	(8,915)	(23,196)	(19,103)
(Decrease)/increase in cash and cash equivalents	(144,349)	(177,721)	(206)	174
Opening cash and cash equivalents	69,905	102,917	7,848	6,961
Effects of foreign exchange rate changes	1,476	6,581	-	-
Closing cash and cash equivalents	(72,968)	(68,223)	7,642	7,135

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
	Rs '000	Rs '000	Rs '000	Rs '000
Segment revenue				
Local	2,238,973	2,092,453	3,739,471	3,451,563
Overseas	385,969	299,496	666,917	579,994
	2,624,942	2,391,949	4,406,388	4,031,557
Segment results				
Local	298,030	288,753	394,423	351,082
Overseas	32,207	(3,104)	32,131	(5,509)
	330,237	285,649	426,554	345,573

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	ATTRIBUTABLE TO OWNERS OF THE COMPANY						Non-Controlling Interests	
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total	Rs '000	Total
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
At 1 July 2019	56,854	36,545	331,166	686	891,269	1,316,520	3,086,827	4,403,347
Impact on adoption of IFRS 16	-	-	-	-	(3,047)	(3,047)	(6,775)	(9,822)
Total comprehensive income for the period	-	-	2,370	-	105,019	107,389	242,893	350,282
Transfer	-	-	29	-	(29)	-	-	-
Dividends	-	-	-	-	(23,196)	(23,196)	(54,461)	(77,657)
At 31 December 2019	56,854	36,545	333,565	686	970,016	1,397,666	3,268,484	4,666,150
At 1 July 2018	56,854	36,545	331,477	718	810,493	1,236,087	2,910,752	4,146,839
Total comprehensive (loss)/income for the period	-	-	(6,600)	-	82,230	75,630	170,820	246,450
Dividends	-	-	-	-	(19,103)	(19,103)	(45,383)	(64,486)
At 31 December 2018	56,854	36,545	324,877	718	873,620	1,292,614	3,036,189	4,328,803
THE COMPANY								
At 1 July 2019	56,854	36,545	27	2,964,671	3,274	3,061,371		
Total comprehensive (loss)/income for the period	-	-	-	(122,427)	19,123	(103,304)		
Dividends	-	-	-	-	(19,103)	(19,103)		
At 31 December 2019	56,854	36,545	27	2,842,244	3,294	2,938,964		

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 28.0% from MUR 267.7M to MUR 342.6M.

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 PhoenixBev'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, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

The above unaudited abridged quarterly and half-yearly financial statements are issued pursuant to DEM Rule 17 and Section 88 of the Securities Act 2005.

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