

PHOENIX INVESTMENT COMPANY LIMITED

BRN: C07001226

ABRIDGED UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH 2021

ABRIDGED STATEMENTS OF FINANCIAL POSITION

| | THE GROUP | | THE COMPANY | |
|--|--------------------------|------------------------|--------------------------|------------------------|
| | As at 31.03.21 Unaudited | As at 30.06.20 Audited | As at 31.03.21 Unaudited | As at 30.06.20 Audited |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| ASSETS | | | | |
| Non-current assets | | | | |
| Property, plant and equipment | 4,245,361 | 4,196,083 | - | - |
| Investments and others | 1,192,857 | 1,191,029 | 3,045,379 | 3,132,097 |
| | 5,438,218 | 5,387,112 | 3,045,379 | 3,132,097 |
| Current assets | 2,145,197 | 1,756,881 | 4,897 | 44,368 |
| Total assets | 7,583,415 | 7,143,993 | 3,050,276 | 3,176,465 |
| EQUITY AND LIABILITIES | | | | |
| Equity and Reserves | | | | |
| Equity attributable to Owners of the Company | 1,447,001 | 1,319,878 | 3,045,979 | 3,133,109 |
| Non-controlling interests | 3,376,155 | 3,093,549 | - | - |
| Total equity | 4,823,156 | 4,413,427 | 3,045,979 | 3,133,109 |
| Non-current liabilities | 1,363,129 | 1,429,878 | - | - |
| Current liabilities | 1,397,130 | 1,300,688 | 4,297 | 43,356 |
| Total equity and liabilities | 7,583,415 | 7,143,993 | 3,050,276 | 3,176,465 |

ABRIDGED INCOME STATEMENTS

| | THE GROUP | | | | THE COMPANY | | | |
|---|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 3 Months to 31.03.21 Unaudited | 3 Months to 31.03.20 Unaudited | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited | 3 Months to 31.03.21 Unaudited | 3 Months to 31.03.20 Unaudited | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| Revenue | 1,753,608 | 1,659,841 | 6,043,781 | 6,066,229 | - | - | 20,405 | 24,485 |
| Profit/(loss) before finance costs | 100,690 | 112,961 | 552,213 | 539,515 | (280) | (161) | 18,691 | 22,574 |
| Finance costs | (1,078) | (17,587) | (33,908) | (37,660) | - | - | - | - |
| | 99,612 | 95,374 | 518,305 | 501,855 | (280) | (161) | 18,691 | 22,574 |
| Share of results of associates | (435) | (16) | 2,372 | 18 | - | - | - | - |
| Profit/(loss) before taxation | 99,177 | 95,358 | 520,677 | 501,873 | (280) | (161) | 18,691 | 22,574 |
| Tax expense | (24,837) | (21,213) | (83,114) | (85,086) | - | - | - | - |
| Profit/(loss) for the period | 74,340 | 74,145 | 437,563 | 416,787 | (280) | (161) | 18,691 | 22,574 |
| Attributable to: | | | | | | | | |
| Owners of the Company | 22,980 | 23,064 | 134,857 | 128,083 | (280) | (161) | 18,691 | 22,574 |
| Non-controlling interests | 51,360 | 51,081 | 302,706 | 288,704 | - | - | - | - |
| | 74,340 | 74,145 | 437,563 | 416,787 | (280) | (161) | 18,691 | 22,574 |
| Earnings/ (loss) per Share | | | | | | | | |
| Earnings/(loss) attributable to Owners of the Company (MUR '000): | 22,980 | 23,064 | 134,857 | 128,083 | (280) | (161) | 18,691 | 22,574 |
| Number of shares in issue ('000) | 5,685 | 5,685 | 5,685 | 5,685 | 5,685 | 5,685 | 5,685 | 5,685 |
| Earnings/(loss) per share (MUR): | 4.04 | 4.06 | 23.72 | 22.53 | (0.05) | (0.03) | 3.29 | 3.97 |

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | THE GROUP | | | | THE COMPANY | | | |
|---|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 3 Months to 31.03.21 Unaudited | 3 Months to 31.03.20 Unaudited | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited | 3 Months to 31.03.21 Unaudited | 3 Months to 31.03.20 Unaudited | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| Profit/(loss) for the period | 74,340 | 74,145 | 437,563 | 416,787 | (280) | (161) | 18,691 | 22,574 |
| <i>Other comprehensive income/(loss):</i> | | | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss:</i> | | | | | | | | |
| Exchange differences on translating foreign operations | (24,944) | 39,746 | 39,581 | 47,387 | - | - | - | - |
| (Decrease)/increase in fair value of securities | - | - | - | - | 30,607 | (81,618) | (86,718) | (102,022) |
| Other movements in associates | - | (1,048) | (2,929) | (1,048) | - | - | - | - |
| Total comprehensive income/(loss) for the period | 49,396 | 112,843 | 474,215 | 463,126 | 30,327 | (81,779) | (68,027) | (79,448) |
| Total comprehensive income/(loss) attributable to: | | | | | | | | |
| Owners of the Company | 15,243 | 35,068 | 146,226 | 142,458 | 30,327 | (81,779) | (68,027) | (79,448) |
| Non-controlling interests | 34,153 | 77,775 | 327,989 | 320,668 | - | - | - | - |
| | 49,396 | 112,843 | 474,215 | 463,126 | 30,327 | (81,779) | (68,027) | (79,448) |

ABRIDGED STATEMENTS OF CASH FLOWS

| | THE GROUP | | THE COMPANY | |
|--|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| Net cash generated from/(used in) operating activities | 747,880 | 742,587 | (1,317) | (1,529) |
| Net cash (used in)/generated from investing activities | (223,043) | (417,440) | 61,214 | 24,485 |
| Net cash used in financing activities | (317,195) | (223,852) | (58,559) | (23,196) |
| Increase/(decrease) in cash and cash equivalents | 207,642 | 101,295 | 1,338 | (240) |
| Opening cash and cash equivalents | 66,519 | 69,905 | 3,559 | 7,848 |
| Effects of foreign exchange rate changes | 10,454 | 7,157 | - | - |
| Closing cash and cash equivalents | 284,615 | 178,357 | 4,897 | 7,608 |

SEGMENTAL INFORMATION

| | THE GROUP | | | |
|------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 3 Months to 31.03.21 Unaudited | 3 Months to 31.03.20 Unaudited | 9 Months to 31.03.21 Unaudited | 9 Months to 31.03.20 Unaudited |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| Segment revenue | 1,364,822 | 1,386,180 | 4,948,069 | 5,125,651 |
| Local | 388,786 | 273,661 | 1,095,712 | 940,578 |
| Overseas | 1,753,608 | 1,659,841 | 6,043,781 | 6,066,229 |
| Segment results | 65,507 | 66,102 | 415,334 | 460,525 |
| Local | 35,183 | 46,859 | 136,879 | 78,990 |
| Overseas | 100,690 | 112,961 | 552,213 | 539,515 |

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 | Total | Total |
| | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 | MUR '000 |
| At 1 July 2020 | 56,854 | 36,545 | 352,460 | 393 | 873,626 | 1,319,878 | 3,093,549 | 4,413,427 |
| Total comprehensive income/(loss) for the period | - | - | 12,278 | (909) | 134,857 | 146,226 | 327,989 | 474,215 |
| Transfer | - | - | - | - | (19,103) | (19,103) | (45,383) | (64,486) |
| At 31 March 2021 | 56,854 | 36,545 | 364,738 | (516) | 989,380 | 1,447,001 | 3,376,155 | 4,823,156 |
| 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 (loss)/income for the period | - | - | 14,699 | (325) | 128,083 | 142,457 | 320,668 | 463,125 |
| Transfer | - | - | 29 | - | (29) | - | - | - |
| Dividends | - | - | - | - | (23,196) | (23,196) | (54,461) | (77,657) |
| At 31 March 2020 | 56,854 | 36,545 | 345,894 | 361 | 993,080 | 1,432,734 | 3,346,259 | 4,778,993 |
| THE COMPANY | 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 2020 | 56,854 | 36,545 | 27 | 3,036,086 | 3,597 | 3,133,109 | | |
| Total comprehensive (loss) /income for the period | - | - | - | (86,718) | 18,691 | (68,027) | | |
| Dividends | - | - | - | - | (19,103) | (19,103) | | |
| At 31 March 2021 | 56,854 | 36,545 | 27 | 2,949,368 | 3,185 | 3,045,979 | | |
| At 1 July 2019 | 56,854 | 36,545 | 27 | 2,862,648 | 3,665 | 2,959,739 | | |
| Total comprehensive (loss)/income for the period | - | - | - | (102,022) | 22,574 | (79,448) | | |
| Dividends | - | - | - | - | (23,196) | (23,196) | | |
| At 31 March 2020 | 56,854 | 36,545 | 27 | 2,760,626 | 3,043 | 2,857,095 | | |

COMMENTS

Sales volume in Mauritius for the nine months to 31 March 2021 was lower by 9.0% as compared to the corresponding period last year whilst sales volume in Reunion Island was up by 1.5%. As a result, Group sales volume decreased by 6.0% over the same period.

Turnover at company level of our subsidiary, Phoenix Beverages Ltd, decreased marginally from MUR 5,178M to MUR 5,005M and profit after taxation for the period decreased from MUR 362.5M to MUR 331.6M. Even though our overhead costs for the period were reduced by MUR 96.7M when compared to last year, the reduction in profitability was due to the combined effect of reduction in sales volume (impact of Covid-19), increase in production and logistic costs and unfavourable exchange rates.

Turnover from our operations in Reunion Island has decreased from EUR 23.1M to EUR 21.7M. However turnover retranslated in the reporting currency increased by 9.4% from MUR 933.9M to MUR 1,022.2M resulting from the appreciation of the EURO vis-a-vis the Mauritian Rupee. Net profit after tax for the period stood at MUR 69.7M (EUR 1.48M) compared to MUR 34.8M (EUR 0.86M) in 2020.

Group turnover for the nine months under review was MUR 6,044M (2020: MUR 6,066M).

Group profit after taxation for the period stood at MUR 437.6M (2020: MUR 416.8M) representing an increase of 5.0% from last year. The Group performance was boosted by:

- (i) Enhanced performance of our activities in Reunion Island coupled with favourable retranslation gain; and
- (ii) Better performance from our export company

Outlook

Despite the operational and economic challenges resulting from the current pandemic, the Group continues with the consolidation of its market base and the development of new offerings.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary

11 May 2021

NOTES:

The above abridged quarterly and nine months financial statements to 31 March 2021 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 2020.

Copies of these unaudited abridged quarterly and nine months 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 nine months 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 nine months financial statements.