

PHOENIX INVESTMENT COMPANY LIMITED

BRN: Co7001226

CONDENSED AUDITED RESULTS FOR THE YEAR ENDED 30 June 2020

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at	As at	As at	As at
	30.06.20	30.06.19	30.06.20	30.06.19
	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS				
Non-current assets				
Property, plant and equipment	4,196,083	3,945,533	-	-
Investments and others	1,191,029	805,327	3,132,097	2,958,659
	5,387,112	4,750,860	3,132,097	2,958,659
Current assets	1,756,881	1,926,443	44,368	7,848
Total assets	7,143,993	6,677,303	3,176,465	2,966,507
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to Owners of the Company	1,319,878	1,316,520	3,133,109	2,959,739
Non-controlling interests	3,093,549	3,086,827	-	-
Total equity	4,413,427	4,403,347	3,133,109	2,959,739
Non-current liabilities	1,429,878	1,004,280	-	-
Current liabilities	1,300,688	1,269,676	43,356	6,768
Total equity and liabilities	7,143,993	6,677,303	3,176,465	2,966,507

CONDENSED INCOME STATEMENTS

	THE GROUP		THE COMPANY	
	Year ended	Year ended	Year ended	Year ended
	30.06.20	30.06.19	30.06.20	30.06.19
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	7,545,901	7,776,717	-	-
Profit before finance income/(costs)	559,610	767,258	(2,710)	(2,413)
Finance income	554	1,314	65,295	67,845
Finance costs	(49,116)	(31,291)	-	-
	511,048	737,281	62,585	65,432
Share of results of associates	107	28	-	-
Profit before taxation	511,155	737,309	62,585	65,432
Tax expense	(69,547)	(107,660)	-	-
Profit for the year	441,608	629,649	62,585	65,432
Attributable to:				
Owners of the Company	135,396	194,185	62,585	65,432
Non-controlling interests	306,212	435,464	-	-
	441,608	629,649	62,585	65,432
Earnings per share				
Earnings attributable to Owners of the Company (Rs '000)	135,396	194,185	62,585	65,432
Number of shares in issue ('000)	5,685	5,685	5,685	5,685
Earnings per share (Rs.Cs)	23.82	34.16	11.01	11.51

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended	Year ended	Year ended	Year ended
	30.06.20	30.06.19	30.06.20	30.06.19
	Rs'000	Rs'000	Rs'000	Rs'000
Profit for the year	441,608	629,649	62,585	65,432
Other comprehensive income:				
Items that will not be reclassified to profit or loss				
Changes in fair value of equity instrument at fair value through other comprehensive income	-	-	173,438	(102,023)
Remeasurements of post employment benefit obligations	(337,468)	(187,394)	-	-
Deferred tax on post employment benefit obligations	57,357	31,737	-	-
Items that may be reclassified subsequently to profit or loss				
Movement in fair value	-	-	-	-
Exchange differences on translating foreign operations	68,553	(1,439)	-	-
Other movements on associates	(946)	(104)	-	-
Total comprehensive income for the year	229,104	472,449	236,023	(36,591)
Total comprehensive income attributable to:				
Owners of the company	69,468	145,474	236,023	(36,591)
Non-controlling interests	159,636	326,975	-	-
	229,104	472,449	236,023	(36,591)

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Year ended	Year ended	Year ended	Year ended
	30.06.20	30.06.19	30.06.20	30.06.19
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from/(used in) operating activities	780,413	738,970	(5,578)	(1,917)
Net cash (used in)/generated from investing activities	(511,020)	(462,499)	24,485	67,845
Net cash used in financing activities	(275,856)	(316,061)	(23,196)	(65,041)
Increase/(decrease) in cash and cash equivalents	(6,463)	(39,590)	(4,289)	887
Opening cash and cash equivalents	69,905	102,938	7,848	6,961
Effects of foreign exchange rate changes	3,077	6,557	-	-
Closing cash and cash equivalents	66,519	69,905	3,559	7,848

SEGMENTAL INFORMATION

	THE GROUP	
	Year ended	Year ended
	30.06.20	30.06.19
	Rs'000	Rs'000
Segment Revenue		
Local	6,423,401	6,451,728
Overseas	1,122,500	1,324,989
	7,545,901	7,776,717
Segment results		
Local	480,614	706,819
Overseas	79,550	61,753
	560,164	768,572

CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company							Non-controlling interests	Total
	Share capital	Share premium	Revaluation and other reserves	Fair value reserve	Retained earnings	Total	Total		
	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	
Effect of adoption of IFRS 16 Leases	-	-	-	-	(3,457)	(3,457)	(7,687)	(11,144)	
At 1 July 2019 (restated)	56,854	36,545	331,166	686	887,812	1,313,063	3,079,140	4,392,203	
Total comprehensive income for the year	-	-	21,265	(293)	48,496	69,468	159,636	229,104	
Transfers	-	-	29	-	(29)	-	-	-	
Dividends	-	-	-	-	(62,653)	(62,653)	(145,227)	(207,880)	
At 30 June 2020	56,854	36,545	352,460	393	873,626	1,319,878	3,093,549	4,413,427	
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 year	-	-	(446)	(32)	145,952	145,474	326,975	472,449	
Transfers	-	-	135	-	(135)	-	-	-	
Dividends	-	-	-	-	(65,041)	(65,041)	-	(65,041)	
Dividends payable to non-controlling interests	-	-	-	-	-	-	(150,900)	(150,900)	
At 30 June 2019	56,854	36,545	331,166	686	891,269	1,316,520	3,086,827	4,403,347	

THE COMPANY

	Share capital	Share premium	Revaluation and other reserves	Fair value reserve	Retained earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	At 1 July 2019	56,854	36,545	27	2,862,648	3,665
Total comprehensive income for the year	-	-	-	173,438	62,585	236,023
Dividends	-	-	-	-	(62,653)	(62,653)
At 30 June 2020	56,854	36,545	27	3,036,086	3,597	3,133,109
At 1 July 2018	56,854	36,545	27	2,964,671	3,274	3,061,371
Total comprehensive (loss)/ income for the year	-	-	-	(102,023)	65,432	(36,591)
Dividends	-	-	-	-	(65,041)	(65,041)
At 30 June 2019	56,854	36,545	27	2,862,648	3,665	2,959,739

COMMENTS

COVID-19 was declared a pandemic in March 2020 and governments around the world took unprecedented measures to contain the spread of the disease. These actions have had the effect of reducing global economic activities. The Group promptly took a number of steps to protect its employees and minimise the operational disruptions resulting from the confinement and the prevailing economic and market conditions.

Results

Our activities both in Mauritius and in Reunion Island have suffered from the effect of the pandemic. Sales volume in Mauritius and in Reunion Island for the 12 months period to 30 June 2020 were down by 5.0% and 1.1% respectively when compared to the corresponding period last year. The group's sales volume decreased by 3.7% during the same period. Group turnover and Group profit after tax for the 12 months period to 30 June 2020 were down by 3.0% and 29.9% respectively against the same period last year. Group profit for the year stood at Rs 441.6M (2019: Rs 629.6M).

Group Financial Highlights

	2020	2019	2018
Turnover	Rs.m 7,545.9	7,776.7	7,251.0
Excise and other specific duties	Rs.m (2,269.6)	(2,298.5)	(1,856.8)
Net turnover	Rs.m 5,276.3	5,478.2	5,394.1
EBITDA	Rs.m 957.4	1,061.9	909.9
Profit before tax	Rs.m 511.2	737.3	591.8
Profit after tax	Rs.m 441.6	629.6	469.9
EPS	Rs. 23.8	34.2	25.4
Gearing	15.4%	16.4%	12.4%

Adoption of IFRS 16

IFRS 16 (Lease Accounting) became effective for accounting period beginning 1 January 2019. It requires lessees to recognise as applicable, leases on the balance sheet reflecting the right to use an asset over its term and the corresponding liability. Consequently, the Group's assets (Right of use of assets) and the Group's liabilities (Leases) have increased by MUR 325.4M and MUR 345.4M respectively. The Income and cash flow statements have also been impacted by the application of IFRS 16.

Outlook

Worldwide containment of the pandemic, the global economic recovery, the resumption of the hospitality activity in Mauritius as well as the other key drivers of our business will continue to be monitored by us to ensure that our strategy and objectives remain in focus with special attention to develop our brands in our markets.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary

14 October 2020

Notes:

The above condensed financial statements to 30 June 2020 have been audited by Ernst & Young. 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. The auditor's report to the financial statements is unqualified.

Copies of the above condensed audited financial statements, of the full audited 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 condensed audited financial statements are issued pursuant to DEM Rule 18 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 condensed audited financial statements.