

**QUALITY BEVERAGES LIMITED**

**ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2019**

**STATEMENTS OF FINANCIAL POSITION**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Rs	Rs	Rs	Rs
<b>ASSETS</b>				
Non-current assets	750,703,299	767,941,428	765,171,018	782,533,902
Current assets	336,929,406	420,115,032	331,908,404	414,412,563
<b>TOTAL ASSETS</b>	<b>Rs 1,087,632,705</b>	<b>1,188,056,460</b>	<b>1,097,079,422</b>	<b>1,196,946,465</b>
<b>EQUITY AND LIABILITIES</b>				
Capital and reserves				
Attributable to:				
Owners of the company	331,704,570	327,383,962	346,956,912	346,239,293
Non-current liabilities	459,076,846	449,682,077	458,096,849	448,792,077
Current liabilities	296,851,289	410,990,421	292,025,662	401,915,095
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>Rs 1,087,632,705</b>	<b>1,188,056,460</b>	<b>1,097,079,422</b>	<b>1,196,946,465</b>

**STATEMENTS OF COMPREHENSIVE INCOME**

	<b>THE GROUP</b>				<b>THE COMPANY</b>			
	Quarter ended	Quarter ended	9 months ended	9 months ended	Quarter ended	Quarter ended	9 months ended	9 months ended
	30 September 2019	30 September 2018	30 September 2019	30 September 2018	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	(Unaudited)	(Restated)	(Unaudited)	(Restated)	(Unaudited)	(Restated)	(Unaudited)	(Restated)
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	198,223,982	196,031,199	642,672,328	625,376,743	193,689,519	188,213,678	626,481,146	603,039,501
Operating Profit	(1,574,620)	(1,894,788)	18,699,773	23,365,438	(3,622,550)	(3,232,506)	14,374,987	19,761,154
Finance costs	(4,399,780)	(5,068,048)	(14,030,839)	(16,536,110)	(4,375,205)	(5,010,706)	(13,957,498)	(16,391,721)
Profit before taxation	(5,974,400)	(6,962,837)	4,668,934	6,829,328	(7,997,755)	(8,243,212)	417,489	3,369,433
Taxation	919,483	1,172,406	(90,979)	(1,205,766)	1,238,444	1,361,402	557,476	(687,124)
<b>Profit after taxation for the period</b>	<b>Rs (5,054,917)</b>	<b>(5,790,431)</b>	<b>4,577,955</b>	<b>5,623,562</b>	<b>(6,759,311)</b>	<b>(6,881,810)</b>	<b>974,965</b>	<b>2,682,309</b>
Other comprehensive income/(loss) for the period	-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the period</b>	<b>Rs (5,054,917)</b>	<b>(5,790,431)</b>	<b>4,577,955</b>	<b>5,623,562</b>	<b>(6,759,311)</b>	<b>(6,881,810)</b>	<b>974,965</b>	<b>2,682,309</b>
Profit per share	<b>Rs (0.23)</b>	<b>(0.26)</b>	<b>0.20</b>	<b>0.25</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**STATEMENTS OF CHANGES IN EQUITY**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	9 months ended	9 months ended	9 months ended	9 months ended
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
Balance at 1 January	327,383,962	306,229,105	346,239,293	329,217,813
Effect of adoption of new accounting standards	(257,346)	345,626	(257,346)	510,887
As restated	327,126,616	306,574,731	345,981,947	329,728,700
Profit for the period	4,577,955	5,623,562	974,965	2,682,309
Other comprehensive income/(loss)	-	-	-	-
Total comprehensive income and expense for the period	4,577,955	5,623,562	974,965	2,682,309
<b>Balance at 30 September</b>	<b>Rs 331,704,571</b>	<b>312,198,293</b>	<b>346,956,912</b>	<b>332,411,010</b>

**QUALITY BEVERAGES LIMITED**  
**STATEMENTS OF CASH FLOWS**

	THE GROUP		THE COMPANY	
	9 months ended	9 months ended	9 months ended	9 months ended
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	44,942,972	59,243,317	40,363,951	55,044,210
NET CASH USED IN INVESTING ACTIVITIES	(26,701,628)	(18,052,177)	(26,329,966)	(17,662,124)
NET CASH USED IN FINANCING ACTIVITIES	(57,610,523)	(76,549,880)	(54,610,523)	(75,549,880)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(39,369,179)	(35,358,741)	(40,576,538)	(38,167,794)
CASH AND CASH EQUIVALENTS-OPENING	34,790,637	20,826,471	35,272,431	22,437,688
CASH AND CASH EQUIVALENTS-CLOSING	Rs (4,578,542)	(14,532,270)	(5,304,107)	(15,730,107)

**SEGMENTAL INFORMATION - GROUP**

	THE GROUP			
	Quarter ended	Quarter ended	9 months ended	9 months ended
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	(Unaudited)	(Restated)	(Unaudited)	(Restated)
	Rs	Rs	Rs	Rs
<b>Revenue</b>				
Bottling and distribution	193,689,519	188,213,678	626,481,146	603,039,501
Advertising	4,534,463	7,817,521	16,191,182	22,337,242
Rs	198,223,982	196,031,199	642,672,328	625,376,743
<b>Segment Results</b>				
Bottling and distribution	(7,966,644)	(8,205,054)	515,060	3,459,973
Advertising	1,992,244	1,242,218	4,153,874	3,369,355
Rs	(5,974,400)	(6,962,837)	4,668,934	6,829,328
Profit before taxation	919,483	1,172,406	(90,979)	(1,205,766)
Taxation				
Profit after taxation	Rs (5,054,917)	(5,790,431)	4,577,955	5,623,562

**NOTES:**

The interim condensed financial statements for the nine months ended 30 September 2019 are unaudited and are prepared using the same accounting policies and methods of computation as those adopted in the statutory financial statements for the year ended 31st December 2018.

The unaudited financial statements presented are as at 30 September 2019. In view of the effective date of the amalgamation of MIL into QBL, being the 01st October 2019, the above unaudited abridged financial statements contain the pre-amalgamation figures of QBL.

**Results as compared to same period last year:**

Group revenue for the nine months reached Rs643million, or 2.8% higher compared to same period prior year. Profit after tax stood at Rs4.6million as compared to Rs5.6million for prior year, mainly attributable to unfavourable exchange rates and increase in raw materials costs.

**PROSPECTS**

The Group is expected to continue delivering positive results despite the challenging competitive environment.

**By order of the Board**

Currimjee Secretaries Limited  
Secretary  
Dated this: 6 November 2019

*The Board of Directors of Quality Beverages Limited accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements prepared in accordance with International Financial Reporting Standards. Copies of the report are available to the public, free of charge, at the registered office of the Company: 38, Royal Street, Port Louis.*

*These Financial Statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.*

The statement of direct and indirect interests pursuant to the rule 8(2)(m) of the Securities Act(Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, Currimjee Secretaries Limited.