

Vivo Energy Mauritius Limited - Abridged Financial Statements

INCOME STATEMENT

FOR THE THREE AND NINE MONTHS ENDED 30 SEPTEMBER 2019

	Unaudited Three months ended 30 September 2019 Rs'000	Unaudited Nine months ended 30 September 2019 Rs'000	(Restated) Unaudited Three months ended 30 September 2018 Rs'000	(Restated) Unaudited Nine months ended 30 September 2018 Rs'000
Revenue from contracts with customers	3,131,591	8,889,482	3,242,487	9,144,968
Cost of sales	(2,858,550)	(8,134,629)	(3,027,814)	(8,525,155)
Gross profit	273,041	754,853	214,673	619,813
Other income	9,008	35,777	15,374	48,329
Other gains/(losses) on exchange – net	11,358	17,493	(3,793)	5,381
Distribution costs	(10,631)	(31,099)	(10,068)	(29,040)
Administrative expenses	(164,553)	(431,461)	(119,106)	(372,290)
Operating profit	118,223	345,563	97,080	272,193
Finance income	326	3,473	1,172	3,321
Finance costs	(10,441)	(31,647)	(9,664)	(27,844)
Finance costs - net	(10,115)	(28,174)	(8,492)	(24,523)
Share of profit of joint ventures	(3,482)	5,905	2,317	5,654
Profit before income tax	104,626	323,294	90,905	253,324
Income tax expense	(9,272)	(21,917)	(14,998)	(41,795)
Profit for the period	95,354	301,377	75,907	211,529
Basic and diluted earnings per share	Rs 3.25	10.28	2.59	7.21
Number of shares used in the calculation	000's 29,322	29,322	29,322	29,322

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE AND NINE MONTHS ENDED 30 SEPTEMBER 2019

	Unaudited Three months ended 30 September 2019 Rs'000	Unaudited Nine months ended 30 September 2019 Rs'000	(Restated) Unaudited Three months ended 30 September 2018 Rs'000	(Restated) Unaudited Nine months ended 30 September 2018 Rs'000
Profit for the period	95,354	301,377	75,907	211,529
Other comprehensive income				
Items that will not be reclassified to profit or loss:				
Re-measurements of post-employment benefit obligations	(16,579)	19,245	(4,567)	26,522
Deferred tax asset/(liability) on re-measurements of post-employment benefit obligations	2,818	(3,271)	776	(4,509)
Other comprehensive income for the period, net of tax	(13,761)	15,974	(3,791)	22,013
Total comprehensive income for the period	81,593	317,351	72,116	233,542

STATEMENT OF FINANCIAL POSITION - 30 SEPTEMBER 2019

	Unaudited 30 September 2019 Rs'000	Audited 31 December 2018 Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,171,637	1,178,431
Right-of-use assets	259,029	292,985
Prepaid leases	8,134	8,627
Intangible assets	467	1,006
Financial assets at amortised cost	4,633	3,540
Investment in joint ventures	39,966	37,811
	1,483,866	1,522,400
Current assets		
Inventories	479,701	844,513
Trade and other receivables	970,987	965,035
Cash and cash equivalents	315,322	447,804
	1,766,010	2,257,352
Total assets	3,249,876	3,779,752
EQUITY & LIABILITIES		
Equity		
Share capital	293,223	293,223
Retained earnings	833,006	764,014
Total equity	1,126,229	1,057,237
LIABILITIES		
Non-current liabilities		
Deferred income tax liabilities	78,399	76,624
Retirement benefit obligations	53,725	74,528
Lease liability	257,395	288,624
	389,519	439,776
Current liabilities		
Borrowings	-	206,975
Trade and other payables	1,243,298	1,607,063
Deposits on LPG cylinders	417,755	393,674
Current income tax liabilities	17,991	22,016
Lease liability	55,084	53,011
	1,734,128	2,282,739
Total liabilities	2,123,647	2,722,515
Total equity and liabilities	3,249,876	3,779,752

STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

	Share capital Rs'000	Retained earnings Rs'000	Total equity Rs'000
At 01 January 2019	293,223	764,014	1,057,237
Comprehensive income			
Profit for the period	-	301,377	301,377
Other comprehensive income	-	15,974	15,974
Total comprehensive income	-	317,351	317,351
Transactions with owners			
Dividends declared	-	(248,359)	(248,359)
Total transactions with owners	-	(248,359)	(248,359)
At 30 September 2019	293,223	833,006	1,126,229
At 01 January 2018 (as restated)	293,223	708,175	1,001,398
Comprehensive income			
Profit for the period	-	211,529	211,529
Other comprehensive income	-	22,013	22,013
Total comprehensive income (as restated)	-	233,542	233,542
Transactions with owners			
Dividends declared	-	(179,159)	(179,159)
Total transactions with owners	-	(179,159)	(179,159)
At 30 September 2018 (as restated)	293,223	762,558	1,055,781

STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

	Unaudited Nine months ended 30 September 2019 Rs'000	(Restated) Unaudited Nine months ended 30 September 2018 Rs'000
Cash flows from operating activities		
Profit before income tax	323,294	253,324
Adjustments for:		
Depreciation on property, plant and equipment	86,558	85,749
Depreciation on right-of-use assets	33,956	35,993
Amortisation of intangible assets	539	1,071

STATEMENT OF CASH FLOWS (continued)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

	Unaudited Nine months ended 30 September 2019 Rs'000	(Restated) Unaudited Nine months ended 30 September 2018 Rs'000
Amortisation of prepaid leases	193	434
Increase/(decrease) in loss allowance for receivables	2,472	(6,644)
Interest expense	23,838	27,844
(Profit)/loss on disposal of property, plant and equipment	(128)	1,852
Interest income	(3,473)	(3,321)
Unrealised gain/loss on exchange	(17,662)	2,241
Share of profit of joint venture	(5,905)	(5,654)
Charge for retirement benefit obligations	12,385	2,197
Increase in provision for slow moving inventory	1,721	-
Cash generated before working capital changes	457,788	395,086
Decrease/(increase) in inventories	363,091	(114,214)
Decrease/(increase) in receivables and prepayments	3,900	(90,967)
(Decrease)/increase in trade and other payables	(362,423)	111,043
Increase in deposits on LPG cylinders	24,081	12,726
Cash generated from operations	486,437	313,674
Interest paid	(23,838)	(27,844)
Income tax paid	(27,438)	(34,860)
Retirement benefits contributions paid	(13,943)	(14,018)
Net cash generated from operating activities	421,218	236,952
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	128	396
Interest received	3,473	3,321
Loan to dealers	(10,000)	-
Payments for purchase of property, plant and equipment	(79,464)	(97,973)
Dividends received from joint venture	3,750	2,500
Net cash used in investing activities	(82,113)	(91,756)
Cash flows from financing activities		
Dividends paid to Company's shareholders	(248,359)	(179,159)
Repayment of lease liability	(29,156)	(30,263)
Net cash used in financing activities	(277,515)	(209,422)
Net decrease in cash, cash equivalents and bank overdrafts	61,590	(64,226)
Cash, cash equivalents and bank overdrafts at beginning of year	240,829	269,800
Effect of exchange rate changes on cash and bank overdrafts	12,903	(1,152)
Cash, cash equivalents and bank overdrafts at end of period	315,322	204,422

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

1. GENERAL INFORMATION

Vivo Energy Mauritius Limited (the "Company") is a limited liability company listed on the Stock Exchange of Mauritius and is incorporated and domiciled in Mauritius.

This condensed interim financial information was authorised for issue by the Board of Directors on 14 November 2019.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

This condensed interim financial information for the nine months ended 30 September 2019 has been prepared in accordance with and complies with International Accounting Standard IAS 34, Interim Financial Reporting. This condensed interim financial information should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

The principal accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the previous year's audited financial statements.

3. PRIOR YEAR RESTATEMENT

In November 2014, there was a change in Vivo Energy Group depreciation policy for LPG cylinders, from 5 to 10 years. This change had not been applied by Vivo Energy Mauritius Limited at that time. In line with IAS 8, the 2018 comparative financial statements have been restated to that effect.

4. SEGMENT INFORMATION

Three months ended 30 September 2019

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	1,812,012	1,319,579	3,131,591
Segment results	80,525	76,382	156,907
Unallocated costs			(38,684)
Operating profit			118,223

Three months ended 30 September 2018 (Restated)

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	1,938,894	1,303,593	3,242,487
Segment results	65,850	65,849	131,699
Unallocated costs			(34,619)
Operating profit			97,080

Nine months ended 30 September 2019

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	5,180,277	3,709,205	8,889,482
Segment results	243,343	193,527	436,870
Unallocated costs			(91,307)
Operating profit			345,563

Nine months ended 30 September 2018 (Restated)

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	5,617,474	3,527,494	9,144,968
Segment results	172,269	187,659	359,928
Unallocated costs			(87,735)
Operating profit			272,193

30 September 2019

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Segment assets	1,220,670	1,405,907	2,626,577
Joint venture	19,029	20,937	39,966
Unallocated assets			583,333
Total assets			3,249,876
Segment liabilities	886,066	914,257	1,800,323
Unallocated liabilities			323,324
Total liabilities			2,123,647

31 December 2018

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Segment assets	1,573,422	1,130,581	2,704,003
Joint venture	19,125	18,686	37,811
Unallocated assets			1,037,938
Total assets			3,779,752
Segment liabilities	680,308	572,514	1,252,822
Unallocated liabilities			1,469,693
Total liabilities			2,722,515

5. REVIEW OF RESULTS

A strong performance versus 2018. Overall, the profit before tax for the period is 15% higher than the same period last year and 28% higher on a year to date basis.

The statement of direct and indirect interests of officers of the Company required under Rule 8 (2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, Executive Services Limited, Les Jamalacs Building, Jules Koenig Street, Port Louis.

This condensed interim financial information is issued pursuant to Listing Rule 12.20.

The Board of Directors of Vivo Energy Mauritius Limited accepts full responsibility for the information contained in this unaudited condensed interim financial information.

6. FUTURE DEVELOPMENTS

One station is currently under construction at Highlands, which is expected to open in the last quarter this year.

Copies of this condensed interim financial information are available free of charge on request at the registered office of the Company, Roche-Bois, Port Louis.

BY ORDER OF THE BOARD
14 November 2019

7. CONDENSED INTERIM FINANCIAL INFORMATION

This condensed interim financial information is unaudited.