

INNODIS LTD

CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 31 MARCH 2021

CONDENSED STATEMENTS OF PROFIT OR LOSS

	CONSOLIDATED Nine Months 31 Mar 21 Unaudited Rs'000	CONSOLIDATED Nine Months 31 Mar 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 20 Audited Rs'000	SEPARATE Nine Months 31 Mar 21 Unaudited Rs'000	SEPARATE Nine Months 31 Mar 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 20 Audited Rs'000
Revenue	3,362,652	3,401,637	4,494,873	1,963,833	2,017,592	2,665,634
Profit from operating activities	116,337	95,283	183,403	51,626	93,869	118,983
Finance income	6,020	13,332	9,458	3,874	8,928	2,603
Finance costs	(51,790)	(66,874)	(91,825)	(31,783)	(41,011)	(57,560)
Expected credit loss allowances	(2,258)	-	(11,603)	(2,709)	-	(5,652)
Profit/(loss) before income tax	68,309	41,741	89,433	21,008	61,786	58,374
Income tax (expense)/credit	(12,435)	(8,045)	(23,684)	(5,570)	(4,724)	(6,899)
Profit/(loss) for the period	55,874	33,696	65,749	15,438	57,062	51,475
Profit/(loss) attributable to:						
Owners of the company	38,517	37,550	56,059	15,438	57,062	51,475
Non-controlling interests	17,357	(3,854)	9,690	-	-	-
	55,874	33,696	65,749	15,438	57,062	51,475
Number of shares	36,730,266	36,730,266	36,730,266			
Earnings per share (Rs)	1.05	1.02	1.53			

	CONSOLIDATED Quarter Ended 31 Mar 21 Unaudited Rs'000	CONSOLIDATED Quarter Ended 31 Mar 20 Unaudited Rs'000	SEPARATE Quarter Ended 31 Mar 21 Unaudited Rs'000	SEPARATE Quarter Ended 31 Mar 20 Unaudited Rs'000
Revenue	953,355	1,040,654	591,590	601,897
Profit from operating activities	27,219	4,861	14,270	27,242
Finance income	59	3,404	(395)	2,083
Finance costs	(15,170)	(25,892)	(8,843)	(16,860)
Expected credit loss allowances	-	-	-	-
Profit/(loss) before income tax	12,108	(17,627)	5,032	12,465
Income tax (expense)/credit	(4,566)	(306)	(4,336)	3,661
Profit/(loss) for the period	7,542	(17,933)	696	16,126

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	CONSOLIDATED Nine Months 31 Mar 21 Unaudited Rs'000	CONSOLIDATED Nine Months 31 Mar 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 20 Audited Rs'000	SEPARATE Nine Months 31 Mar 21 Unaudited Rs'000	SEPARATE Nine Months 31 Mar 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 20 Audited Rs'000
Profit for the period	55,874	33,696	65,749	15,438	57,062	51,475
Other comprehensive income						
Items that will never be classified to profit or loss						
Actuarial loss on retirement benefit obligations	-	(2,400)	(78,127)	-	(1,350)	(51,249)
Deferred tax retirement benefit obligations	-	408	13,216	-	229	8,712
	-	(1,992)	(64,911)	-	(1,121)	(42,537)
Items that are or may be reclassified to profit or loss						
Foreign currency translation difference - foreign operations	(7,941)	(3,130)	3,970	-	-	-
Other comprehensive income/(loss) for the period	(7,941)	(5,122)	(60,941)	-	(1,121)	(42,537)
Total comprehensive income/(loss) for the period	47,933	28,574	4,808	15,438	55,941	8,938
Total comprehensive income/(loss) for the period:						
Owners of the company	30,576	32,428	(4,901)	15,438	55,941	8,938
Non-controlling interests	17,357	(3,854)	9,709	-	-	-
	47,933	28,574	4,808	15,438	55,941	8,938

CONDENSED STATEMENTS OF CASH FLOWS

	CONSOLIDATED Nine Months 31 Mar 21 Unaudited Rs'000	CONSOLIDATED Nine Months 31 Mar 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 20 Audited Rs'000	SEPARATE Nine Months 31 Mar 21 Unaudited Rs'000	SEPARATE Nine Months 31 Mar 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 20 Audited Rs'000
Net cash from/(used in) operating activities	175,360	227,785	118,869	(31,121)	37,425	101,338
Net cash from/(used in) investing activities	6,192	(108,989)	(208,573)	19,393	(18,197)	(1,808)
Net cash (used in)/from financing activities	(9,145)	(225,644)	(130,443)	31,802	(87,697)	(220,403)
Net increase/(decrease) in cash and cash equivalents	172,407	(106,848)	(220,147)	20,074	(68,469)	(120,873)
Effects of exchange rate movements on cash and cash equivalents	3,141	(177)	3,141	-	-	-
Cash and cash equivalents at beginning of period	(550,606)	(333,600)	(333,600)	(418,686)	(297,813)	(297,813)
Cash and cash equivalents at end of period	(375,058)	(440,625)	(550,606)	(398,612)	(366,282)	(418,686)

CONDENSED STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED Nine Months 31 Mar 21 Unaudited Rs'000	CONSOLIDATED Nine Months 31 Mar 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 20 Audited Rs'000	SEPARATE Nine Months 31 Mar 21 Unaudited Rs'000	SEPARATE Nine Months 31 Mar 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 20 Audited Rs'000
ASSETS						
Property, plant and equipment	1,828,917	1,889,594	1,808,774	290,154	349,574	299,384
Right of use assets	204,014	243,893	270,709	93,324	117,663	117,941
Intangible assets and goodwill	20,309	17,736	21,044	-	-	-
Bearer Biological assets	3,935	7,391	3,369	-	-	-
Long-term receivables	16,060	11,644	11,309	11,309	11,644	11,309
Investment properties	-	-	-	478,992	486,348	483,806
Investments in subsidiaries	-	-	-	374,336	374,391	374,336
Equity-accounted investees	1,126	1,126	1,126	-	-	-
Other investments	25,088	25,088	25,088	25,088	25,088	25,088
Deferred tax assets	1,901	6,574	1,901	-	-	-
Current assets	1,979,490	1,841,380	2,053,941	1,436,706	1,351,772	1,369,023
Total assets	4,080,840	4,044,426	4,197,261	2,709,909	2,716,480	2,680,887
EQUITY AND LIABILITIES						
Shareholders' equity						
Owners' interest	1,634,061	1,651,833	1,603,485	1,290,243	1,332,827	1,274,805
Non-controlling interest	270,869	239,949	253,512	-	-	-
Total shareholders' equity	1,904,930	1,891,782	1,856,997	1,290,243	1,332,827	1,274,805
Non-current liabilities	648,348	555,163	509,659	249,200	191,655	146,224
Current liabilities	1,527,562	1,597,481	1,830,605	1,170,466	1,191,998	1,259,858
Total equity and liabilities	4,080,840	4,044,426	4,197,261	2,709,909	2,716,480	2,680,887

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Share capital Rs'000	Share premium Rs'000	Revaluation reserve Rs'000	Foreign exchange translation deficit Rs'000	Retained earnings Rs'000	Total Rs'000	Non Controlling Interest Rs'000	Total Shareholders' Equity Rs'000
CONSOLIDATED								
At 01 Jul 2019	367,303	5,308	448,988	(18,426)	847,453	1,650,626	243,803	1,894,429
Profit for the period	-	-	-	-	56,059	56,059	9,690	65,749
Other comprehensive income for the period	-	-	(7,126)	3,951	(57,785)	(60,960)	19	(60,941)
Dividend	-	-	-	-	(42,240)	(42,240)	-	(42,240)
At 30 Jun 2020	367,303	5,308	441,862	(14,475)	803,487	1,603,485	253,512	1,856,997
Profit for the period	-	-	-	-	38,517	38,517	17,357	55,874
Other comprehensive income for the period	-	-	-	(7,941)	-	(7,941)	-	(7,941)
At 31 Mar 2021	367,303	5,308	441,862	(22,416)	842,004	1,634,061	270,869	1,904,930
SEPARATE								
At 01 Jul 2019	367,303	5,308	317,656	-	617,840	1,308,107	-	1,308,107
Profit for the period	-	-	-	-	51,475	51,475	-	51,475
Other comprehensive income for the period	-	-	(5,306)	-	(37,231)	(42,537)	-	(42,537)
Dividend	-	-	-	-	(42,240)	(42,240)	-	(42,240)
At 30 Jun 2020	367,303	5,308	312,350	-	589,844	1,274,805	-	1,274,805
Profit for the period	-	-	-	-	15,438	15,438	-	15,438
Other comprehensive income for the period	-	-	(1,326)	-	1,326	-	-	-
At 31 Mar 2021	367,303	5,308	311,024	-	606,608	1,290,243	-	1,290,243

COMMENTS

Group revenue for the nine months ended 31 March 2021 declined by 1.1% to Rs3,363M (2020: Rs3,402M) while Group profit for the period rose by Rs22.2M to Rs 55.9M. EPS for the period increased to Rs1.05 (2020: Rs1.02).

The third quarter was challenging for our local poultry operations with an increase in the cost of feed raw materials. Competition in this segment was sustained due to the high stocks affecting all major operators since last year, an issue which has been compounded by the second lockdown. While Group operations were maintained during the confinement, production output was reduced. On a more positive note, Meaders Feeds Ltd and Moçambique Farms Limitada maintained the upward momentum as previously reported, which contributed to the improvement in Group profitability for the period.

On the other hand, the Company continued to be affected by margin compression, higher storage expenses for frozen products, price control in some food categories, and the loss of revenue from the hotel and catering sector. The increase in prices of many imported products, due to the depreciation of our local currency, global price increases and higher freight charges, has given rise to further challenges and has adversely affected the profitability of the Company in the period under review. In spite of this situation, the Company has so far done its best to avoid any reduction of workforce, with some redundant staff members being instead redeployed to other departments.

With the timing of global and local economic activities to pre-Covid levels being still uncertain, our profitability will remain under pressure for the foreseeable future. However, we are confident that the responsiveness and the adaptability of our Management and staff will allow us to continue to innovate and improve our product offering, to remain resilient and relevant in the rapidly evolving economic landscape.

By order of the Board

Box Office Ltd
Corporate Secretary
12th May 2021