

# INNODIS LTD

## CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2019

### CONDENSED STATEMENTS OF PROFIT OR LOSS

	CONSOLIDATED Quarter Ended 30 Sep 19 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 18 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 19 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 19 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 18 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 19 Audited Rs'000
Revenue	1,091,515	1,058,310	4,410,723	642,158	597,886	2,598,302
Profit from operating activities	48,036	50,179	214,901	25,226	20,214	152,716
Finance income	3,508	1,648	17,262	3,435	3,554	22,718
Finance costs	(23,765)	(15,082)	(66,381)	(15,225)	(10,864)	(46,044)
Expected credit loss allowances	-	-	(10,877)	-	-	(2,501)
Impairment of investment in subsidiary and receivables	-	-	-	-	-	(228,340)
Profit/(loss) before income tax	27,779	36,745	154,905	13,436	12,904	(101,451)
Income tax expense	(3,704)	(5,265)	(19,656)	(1,156)	(2,194)	(12,085)
<b>Profit/(loss) for the period</b>	<b>24,075</b>	<b>31,480</b>	<b>135,249</b>	<b>12,280</b>	<b>10,710</b>	<b>(113,536)</b>
<b>Profit/(loss) attributable to:</b>						
Owners of the company	21,270	25,976	111,651	12,280	10,710	(113,536)
Non-controlling interests	2,805	5,504	23,598	-	-	-
	24,075	31,480	135,249	12,280	10,710	(113,536)
Number of shares	36,730,266	36,730,266	36,730,266			
Earnings per share (Rs)	0.58	0.71	3.04			

### CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	CONSOLIDATED Quarter Ended 30 Sep 19 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 18 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 19 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 19 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 18 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 19 Audited Rs'000
<b>Profit/(loss) for the period</b>	<b>24,075</b>	<b>31,480</b>	<b>135,249</b>	<b>12,280</b>	<b>10,710</b>	<b>(113,536)</b>
<b>Other comprehensive income</b>						
Items that will not be reclassified to profit or loss						
Actuarial loss on retirement benefit obligations	(1,365)	756	(13,776)	(950)	567	(6,370)
Deferred tax retirement benefit obligations	232	-	2,277	161	-	1,083
	(1,133)	756	(11,499)	(789)	567	(5,287)
Items that are or may be reclassified to profit or loss						
Foreign currency translation difference - foreign operations	(3,254)	(710)	(3,887)	-	-	-
<b>Other comprehensive income/(loss) for the period</b>	<b>(4,387)</b>	<b>46</b>	<b>(15,386)</b>	<b>(789)</b>	<b>567</b>	<b>(5,287)</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>19,688</b>	<b>31,526</b>	<b>119,863</b>	<b>11,491</b>	<b>11,277</b>	<b>(118,823)</b>
<b>Total comprehensive income/(loss) for the period:</b>						
Owners of the company	16,883	26,022	96,189	11,491	11,277	(118,823)
Non-controlling interests	2,805	5,504	23,674	-	-	-
	19,688	31,526	119,863	11,491	11,277	(118,823)

### CONDENSED STATEMENTS OF CASH FLOWS

	CONSOLIDATED Quarter Ended 30 Sep 19 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 18 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 19 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 19 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 18 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 19 Audited Rs'000
Net cash from operating activities	70,309	100,429	228,448	91,383	86,088	62,085
Net cash (used in)/from investing activities	(19,242)	(21,994)	(146,811)	(19,484)	(18,278)	21,543
Net cash used in financing activities	(37,324)	(35,263)	(71,240)	(37,697)	(29,009)	(106,313)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>13,743</b>	<b>43,172</b>	<b>10,397</b>	<b>34,202</b>	<b>38,801</b>	<b>(22,685)</b>
Effects of exchange rate on cash and cash equivalents	-	(177)	(4,890)	-	-	-
Cash and cash equivalents at beginning of period	(333,600)	(339,107)	(339,107)	(297,813)	(275,128)	(275,128)
<b>Cash and cash equivalents at end of period</b>	<b>(320,034)</b>	<b>(296,882)</b>	<b>(333,600)</b>	<b>(263,611)</b>	<b>(236,327)</b>	<b>(297,813)</b>

### CONDENSED STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED Quarter Ended 30 Sep 19 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 18 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 19 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 19 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 18 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 19 Audited Rs'000
<b>ASSETS</b>						
Property, plant and equipment	1,855,893	1,780,568	1,852,042	363,102	361,081	374,898
Right to use assets	517,892	-	-	382,386	-	-
Intangible assets and goodwill	9,509	5,664	5,809	-	-	-
Bearer biological assets	9,732	3,541	8,332	-	-	-
Long-term receivables	11,711	12,153	11,745	11,711	12,153	11,745
Investment properties	-	-	-	492,026	498,358	491,796
Investments in subsidiaries	-	-	-	377,400	589,909	374,336
Equity-accounted investees	1,126	1,126	1,126	-	-	-
Other investments	1,809	1,809	-	-	1,809	-
Deferred tax assets	4,726	7,249	4,726	-	504	-
Current assets	1,914,326	1,836,126	1,932,108	1,414,623	1,277,441	1,373,747
<b>Total assets</b>	<b>4,324,915</b>	<b>3,648,236</b>	<b>3,815,888</b>	<b>3,041,248</b>	<b>2,741,255</b>	<b>2,626,522</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Shareholders' equity</b>						
Owners' interest	1,667,509	1,657,193	1,650,626	1,319,598	1,535,795	1,308,107
Non-controlling interest	246,608	241,921	243,803	-	-	-
Total shareholders' equity	1,914,117	1,899,114	1,894,429	1,319,598	1,535,795	1,308,107
Non-current liabilities	762,128	220,889	248,790	446,536	61,973	79,389
Current liabilities	1,648,670	1,528,233	1,672,669	1,275,114	1,143,487	1,239,026
<b>Total equity and liabilities</b>	<b>4,324,915</b>	<b>3,648,236</b>	<b>3,815,888</b>	<b>3,041,248</b>	<b>2,741,255</b>	<b>2,626,522</b>

### 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
<b>CONSOLIDATED</b>								
At 01 Jul 2018	367,303	5,308	454,903	(14,314)	807,600	1,620,800	236,417	1,857,217
Profit for the year	-	-	-	-	111,651	111,651	23,598	135,249
Other comprehensive income for the year	-	-	(5,915)	(4,112)	(3,847)	(13,874)	(1,512)	(15,386)
Dividend	-	-	-	-	(67,951)	(67,951)	(14,700)	(82,651)
At 30 Jun 2019	367,303	5,308	448,988	(18,426)	847,453	1,650,626	243,803	1,894,429
Profit for the period	-	-	-	-	21,270	21,270	2,805	24,075
Other comprehensive income for the period	-	-	(1,782)	(3,254)	649	(4,387)	-	(4,387)
At 30 Sep 2019	367,303	5,308	447,206	(21,680)	869,372	1,667,509	246,608	1,914,117
<b>SEPARATE</b>								
At 01 Jul 2018	367,303	5,308	322,060	-	800,210	1,494,881	-	1,494,881
Loss for the year	-	-	-	-	(113,536)	(113,536)	-	(113,536)
Other comprehensive income for the year	-	-	(4,404)	-	(883)	(5,287)	-	(5,287)
Dividend	-	-	-	-	(67,951)	(67,951)	-	(67,951)
At 30 Jun 2019	367,303	5,308	317,656	-	617,840	1,308,107	-	1,308,107
Profit for the period	-	-	-	-	12,280	12,280	-	12,280
Other comprehensive income for the period	-	-	(1,327)	-	538	(789)	-	(789)
At 30 Sep 2019	367,303	5,308	316,329	-	630,658	1,319,598	-	1,319,598

### COMMENTS

The condensed unaudited financial statements for the quarter ended 30 September 2019 have been prepared taking into account IFRS16 (in relation to leases), which came into effect on 1st January 2019. This has resulted in an adjustment of the treatment of finance costs and movements in assets and liabilities of both the Group and the Company.

Group turnover reached Rs1,091M, representing a 3% improvement over last year. However, Group profit after tax was impacted by a lower volume of production in our poultry activity during the quarter and decreased by Rs7.4M to Rs24.1M.

The results of the company improved compared to the corresponding period last year, with a turnover growth of 7% to Rs642M and an increase in profit after tax of 13% to Rs12.3M. We have also noted an improvement in the financial results of our Mozambique subsidiary, which we aim to sustain in the future. Supercash posted better results for the quarter, with turnover increasing by 10% and PAT improving by Rs1.8M.

The Board has declared an interim dividend of Rs0.85 per share.

While our various growth initiatives should continue to benefit our top line, it is expected that the newly enacted Workers' Rights Act will affect our operating costs, namely through a higher wage bill and increased employee benefits. Accordingly, steps are being taken to accelerate our improvement initiatives to minimise the impact of cost escalations.

The statement of direct and indirect interests of insiders pursuant to rule 8 (2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available free of charge, at the registered office of Innodis Ltd.

By order of the Board

Box Office Ltd  
Corporate Secretary  
13th Nov 2019