

INNODIS LTD

CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED STATEMENTS OF PROFIT OR LOSS

	CONSOLIDATED Quarter Ended 30 Sep 21 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 21 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 21 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 21 Audited Rs'000
Revenue	1,204,958	1,101,485	4,526,186	637,773	610,322	2,609,980
Profit from operating activities	26,812	33,835	124,471	11,427	14,351	56,238
Finance income	3,417	1,174	10,982	5	206	2,510
Finance costs	(17,522)	(18,083)	(73,507)	(9,263)	(11,709)	(46,102)
Expected credit loss allowances	(246)	(2,700)	(20,390)	(1)	-	(11,873)
Profit before income tax	12,461	14,226	41,556	2,168	2,848	773
Income tax (expense)/credit	(2,961)	(4,635)	3,078	(260)	(1,234)	1,702
Profit for the period	9,500	9,591	44,634	1,908	1,614	2,475
Profit attributable to:						
Owners of the company	3,458	2,559	21,172	1,908	1,614	2,475
Non-controlling interests	6,042	7,032	23,462	-	-	-
	9,500	9,591	44,634	1,908	1,614	2,475
Number of shares	36,730,266	36,730,266	36,730,266			
Earnings per share (Rs)	0.09	0.07	0.58			

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	CONSOLIDATED Quarter Ended 30 Sep 21 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 21 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 21 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 21 Audited Rs'000
Profit for the period	9,500	9,591	44,634	1,908	1,614	2,475
Other comprehensive income						
Items that will not be reclassified to profit or loss						
Actuarial loss on retirement benefit obligations	-	-	94,819	-	-	82,727
Deferred tax retirement benefit obligations	-	-	(16,055)	-	-	(14,064)
	-	-	78,764	-	-	68,663
Items that are or may be reclassified to profit or loss						
Foreign currency translation arising on foreign operations	(483)	2,345	(7,356)	-	-	-
Other comprehensive income/(loss) for the period	(483)	2,345	71,408	-	-	68,663
Total comprehensive income for the period	9,017	11,936	116,042	1,908	1,614	71,138
Total comprehensive income for the period:						
Owners of the company	3,095	4,904	93,230	1,908	1,614	71,138
Non-controlling interests	5,922	7,032	22,812	-	-	-
	9,017	11,936	116,042	1,908	1,614	71,138

CONDENSED STATEMENTS OF CASH FLOWS

	CONSOLIDATED Quarter Ended 30 Sep 21 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 21 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 21 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 21 Audited Rs'000
Net cash from/(used in) operating activities	156,401	(109,338)	126,485	116,578	(86,716)	43,305
Net cash (used in)/from investing activities	(35,761)	1,346	(83,570)	(19,747)	(11,235)	(9,760)
Net cash (used in)/from financing activities	(116,385)	(9,146)	70,244	(76,117)	89,414	(80,571)
Net increase/(decrease) in cash and cash equivalents	4,255	(117,138)	113,159	20,714	(8,537)	(47,026)
Effects of exchange rate on cash and cash equivalents	1,570	3,141	2,622	-	-	-
Cash and cash equivalents at beginning of period	(434,825)	(550,606)	(550,606)	(465,712)	(418,686)	(418,686)
Cash and cash equivalents at end of period	(429,000)	(664,603)	(434,825)	(444,998)	(427,223)	(465,712)

CONDENSED STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED Quarter Ended 30 Sep 21 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 20 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 21 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 21 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 20 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 21 Audited Rs'000
ASSETS						
Property, plant and equipment	1,824,312	1,840,532	1,800,221	294,569	297,314	284,780
Right-of-use assets	186,008	241,823	228,807	78,469	121,972	84,621
Intangible assets and goodwill	19,729	20,790	19,857	-	-	-
Bearer biological assets	2,056	2,931	11,943	-	-	-
Investment properties	-	-	-	463,074	482,670	475,816
Investments in subsidiaries	-	-	-	374,338	374,336	374,336
Other investments	26,213	26,214	26,214	25,088	25,088	25,088
Deferred tax assets	1,652	1,901	1,652	-	-	-
Retirement benefit obligation	10,135	-	10,135	10,135	-	10,135
Current assets	2,545,074	2,330,184	2,272,660	1,451,090	1,509,335	1,430,788
Total assets	4,615,179	4,464,375	4,371,489	2,696,763	2,810,715	2,685,564
EQUITY AND LIABILITIES						
Shareholders' equity						
Owners' interest	1,657,570	1,608,389	1,654,475	1,305,611	1,276,419	1,303,703
Non-controlling interest	272,446	260,544	266,524	-	-	-
Total shareholders' equity	1,930,016	1,868,933	1,920,999	1,305,611	1,276,419	1,303,703
Non-current liabilities	452,391	640,249	441,798	140,159	263,349	121,408
Current liabilities	2,232,772	1,955,193	2,008,692	1,250,993	1,270,947	1,260,453
Total equity and liabilities	4,615,179	4,464,375	4,371,489	2,696,763	2,810,715	2,685,564

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 2020	367,303	5,308	441,862	(14,475)	803,487	1,603,485	253,512	1,856,997
Profit for the year	-	-	-	-	21,172	21,172	23,462	44,634
Other comprehensive income for the year	-	-	(14,380)	(6,706)	93,144	72,058	(650)	71,408
Dividend	-	-	-	-	(42,240)	(42,240)	(9,800)	(52,040)
At 30 Jun 2021	367,303	5,308	427,482	(21,181)	875,563	1,654,475	266,524	1,920,999
Profit for the period	-	-	-	-	3,458	3,458	6,042	9,500
Other comprehensive income for the period	-	-	(3,595)	(363)	3,595	(363)	(120)	(483)
At 30 Sep 2021	367,303	5,308	423,887	(21,544)	882,616	1,657,570	272,446	1,930,016
SEPARATE								
At 01 Jul 2020	367,303	5,308	312,350	-	589,844	1,274,805	-	1,274,805
Profit for the year	-	-	-	-	2,475	2,475	-	2,475
Other comprehensive income for the year	-	-	(5,306)	-	73,969	68,663	-	68,663
Dividend	-	-	-	-	(42,240)	(42,240)	-	(42,240)
At 30 Jun 2021	367,303	5,308	307,044	-	624,048	1,303,703	-	1,303,703
Profit for the period	-	-	-	-	1,908	1,908	-	1,908
Other comprehensive income for the period	-	-	(1,327)	-	1,327	-	-	-
At 30 Sep 2021	367,303	5,308	305,717	-	627,283	1,305,611	-	1,305,611

COMMENTS

During the first quarter, the Group has maintained its resilience in the current volatile environment. Group revenue for the first quarter increased by 9.4% to Rs 1.2 billion, while Group profit for the period remained at par with the last corresponding period. EPS for the quarter increased marginally to Rs 0.09 (Sep 20: Rs 0.07).

A lower profitability was recorded by our local poultry operations due to sustained increases in the cost of key constituents of poultry feed - maize and soya bean meal. On a more positive note, Meaders Feeds Ltd and Moçambique Farms Limitada continued to produce encouraging results.

At Company level, despite an increase of 4.5% in its turnover, our gross margins have been affected by several factors, namely the introduction of price control on some of our leading brands and significant increases in the cost of freight and the price of imports, coupled with ongoing price competition in most market segments. However, the decline in profitability was partly mitigated through a number of cost-containing operational measures.

With our turnover to the Hotel and Catering sector now recording an upward trend following the re-opening of our borders since the beginning of October 2021, we are cautiously optimistic about the future, and the Group is currently gearing up to optimise sales for the end-of-year festivities.

However, considering the restricted visibility on the speed of the economic recovery, the Board has cautiously resolved not to declare an interim dividend at this stage.

By order of the Board

Box Office Ltd
Corporate Secretary
12th Nov 2021