

PHOENIX INVESTMENT COMPANY LIMITED

ABRIDGED UNAUDITED RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2020

BRN: Co7001226

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.09.20 Unaudited MUR '000	As at 30.06.20 Audited MUR '000	As at 30.09.20 Unaudited MUR '000	As at 30.06.20 Audited MUR '000
ASSETS				
Non-current assets				
Property, plant and equipment	4,197,026	4,196,083	-	-
Investments and others	1,208,183	1,191,029	2,958,659	3,132,097
	5,405,209	5,387,112	2,958,659	3,132,097
Current assets	1,926,002	1,756,881	4,490	44,368
Total assets	7,331,211	7,143,993	2,963,149	3,176,465
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to Owners of the Company	1,356,168	1,319,878	2,959,240	3,133,109
Non-controlling interests	3,174,946	3,093,549	-	-
Total equity	4,531,114	4,413,427	2,959,240	3,133,109
Non-current liabilities	1,353,672	1,429,878	-	-
Current liabilities	1,446,425	1,300,688	3,909	43,356
Total equity and liabilities	7,331,211	7,143,993	2,963,149	3,176,465

ABRIDGED INCOME STATEMENTS

	THE GROUP		THE COMPANY	
	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000
Revenue	1,774,295	1,781,446	-	-
Profit/(loss) before finance costs	116,550	96,317	(431)	(558)
Finance costs	(16,786)	(12,823)	-	-
	99,764	83,494	(431)	(558)
Share of results of associates	2	58	-	-
Profit/(loss) before taxation	99,766	83,552	(431)	(558)
Tax expense	(13,511)	(17,308)	-	-
Profit/(loss) for the period	86,255	66,244	(431)	(558)
Attributable to:				
Owners of the Company	26,540	20,036	(431)	(558)
Non-controlling interests	59,715	46,208	-	-
	86,255	66,244	(431)	(558)
Earnings per share				
Earnings/(loss) attributable to Owners of the Company (MUR '000)	26,540	20,036	(431)	(558)
Number of shares in issue ('000)	5,685	5,685	5,685	5,685
Earnings/(loss) per share (MUR)	4.67	3.52	(0.08)	(0.10)

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000
Profit/(loss) for the period	86,255	66,244	(431)	(558)
Other comprehensive income:				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	31,726	(7,447)	-	-
Decrease in fair value of securities	(293)	(75)	(173,438)	(306,068)
Total comprehensive income for the year	117,688	58,722	(173,869)	(306,626)
Total comprehensive income attributable to:				
Owners of the Company	36,291	17,703	(173,869)	(20,937)
Non-Controlling Interests	81,397	41,019	-	-
	117,688	58,722	(173,869)	(20,937)

ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000
Net cash generated from/(used in) operating activities	122,328	139,744	(421)	(382)
Net cash (used in)/generated from investing activities	(65,132)	(189,547)	40,809	-
Net cash used in financing activities	(173,446)	(31,479)	(39,457)	-
(Decrease)/increase in cash and cash equivalents	(116,250)	(81,282)	931	(382)
Opening cash and cash equivalents	66,519	69,905	3,559	7,848
Effects of foreign exchange rate changes	838	(2,800)	-	-
Closing cash and cash equivalents	(48,893)	(14,177)	4,490	7,466

SEGMENTAL INFORMATION

	THE GROUP	
	3 Months to 30.09.20 Unaudited MUR '000	3 Months to 30.09.19 Unaudited MUR '000
Segment Revenue		
Local	1,467,519	1,500,498
Overseas	306,776	280,948
	1,774,295	1,781,446
Segment results		
Local	88,372	96,393
Overseas	28,178	(76)
	116,550	96,317

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company							
	Share capital MUR '000	Share premium MUR '000	Revaluation and other reserves MUR '000	Fair value reserve MUR '000	Retained earnings MUR '000	Total MUR '000	Non-controlling interests MUR '000	Total MUR '000
At July 1, 2020	56,854	36,545	352,460	393	873,626	1,319,878	3,093,549	4,413,427
Total comprehensive income/(loss) for the period	-	-	9,841	(91)	26,540	36,290	81,397	117,687
At September 30, 2020	56,854	36,545	362,301	302	900,166	1,356,168	3,174,946	4,531,114
At 1 July 2019	56,854	36,545	331,166	686	891,269	1,316,520	3,086,827	4,403,347
Impact on adoption of IFRS 16	-	-	-	-	(3,047)	(3,047)	(6,775)	(9,822)
Total comprehensive (loss)/income for the period	-	-	(2,310)	(23)	20,036	17,703	41,019	58,722
At September 30, 2019	56,854	36,545	328,856	663	908,258	1,331,176	3,121,071	4,452,247

THE COMPANY

	Share capital Rs'000	Share premium Rs'000	Revaluation and other reserves Rs'000	Fair value reserve Rs'000	Retained earnings Rs'000	Total Rs'000
	At July 1, 2020	56,854	36,545	27	3,036,086	3,597
Total comprehensive loss for the period	-	-	-	(173,438)	(431)	(173,869)
At September 30, 2020	56,854	36,545	27	2,862,648	3,166	2,959,240
At July 1, 2019	56,854	36,545	27	2,862,648	3,665	2,959,739
Total comprehensive loss for the period	-	-	-	(306,068)	(558)	(306,626)
At September 30, 2019	56,854	36,545	27	2,556,580	3,107	2,653,113

COMMENTS

Sales volume for the 3 months to September 30, 2020 fell by 9.0% and 2.3% respectively in Mauritius and Reunion Island as compared to the corresponding period last year. Group sales volume decreased by 6.7% for the same period.

Turnover of our subsidiary, Phoenix Beverages Ltd decreased by 2.3% from MUR 1,521M to MUR 1,485M and profit after tax for the period decreased from MUR 73.8M to MUR 65.7M. Even though our overhead costs for the period were reduced by MUR 30.1M compared to last year, the reduction in profitability is due to:

- a reduction in sales volume
- an increase in production and logistic costs

Turnover from our operations in Reunion Island has decreased from EURO 6.6M to EURO 6.0M. However turnover retranslated in the reporting currency increased by 5.2% from MUR 265.7M to MUR 279.6M due to the appreciation of the EURO vis-a-vis MUR. Net profit after tax for the period stands at MUR 1.4M compared to a loss of MUR 3.0M in 2019. Higher export sales coupled with a reduction in overhead costs contributed to our performance in Reunion Island.

Group turnover for the 3 months under review was MUR 1,774M (2019: MUR 1,781M).

Group profit after taxation for the period stands at MUR 86.3M (2019: MUR 66.2M) representing an increase of 30.2%. An unrealised exchange gain of MUR 12.9M in one of our subsidiaries contributed in improving our Group performance.

Outlook

Given the present uncertain economic environment, the Group will maintain its effort on achieving a streamlined operational structure while continuing to develop our brands in our markets.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary
November 10, 2020

Notes:

The above abridged quarterly financial statements to September 30, 2020 are unaudited. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended June 30, 2020.

Copies of these unaudited abridged quarterly financial statements and of the statement of direct and indirect interests of officers of the Company are available free of charge from the Company Secretary at the registered office of the Company, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

The above unaudited abridged quarterly financial statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure obligations of Reporting Issuers) Rules 2007.

The Board of Directors of Phoenix Investment Company Limited accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.