

# PHOENIX INVESTMENT COMPANY LIMITED

BRN: C07001226

## ABRIDGED UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2021

### ABRIDGED STATEMENTS OF FINANCIAL POSITION

	GROUP		COMPANY	
	As at 31.12.21 Unaudited	As at 30.06.21 Audited	As at 31.12.21 Unaudited	As at 30.06.21 Audited
	MUR '000	MUR '000	MUR '000	MUR '000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4,170,726	4,175,784	-	-
Investments and others	1,214,854	1,264,577	3,096,390	3,060,682
	<b>5,385,580</b>	<b>5,440,361</b>	<b>3,096,390</b>	<b>3,060,682</b>
<b>Current assets</b>	<b>3,223,518</b>	<b>2,226,478</b>	<b>6,044</b>	<b>49,029</b>
<b>Total assets</b>	<b>8,609,098</b>	<b>7,666,839</b>	<b>3,102,434</b>	<b>3,109,711</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity and Reserves</b>				
Equity attributable to Owners of the Company	1,607,483	1,526,503	3,097,113	3,061,514
Non-controlling interests	3,732,006	3,551,935	-	-
<b>Total equity</b>	<b>5,339,489</b>	<b>5,078,438</b>	<b>3,097,113</b>	<b>3,061,514</b>
<b>Non-current liabilities</b>	<b>1,099,466</b>	<b>1,133,960</b>	<b>-</b>	<b>-</b>
<b>Current liabilities</b>	<b>2,170,143</b>	<b>1,454,441</b>	<b>5,321</b>	<b>48,197</b>
<b>Total equity and liabilities</b>	<b>8,609,098</b>	<b>7,666,839</b>	<b>3,102,434</b>	<b>3,109,711</b>

### ABRIDGED INCOME STATEMENTS

	GROUP				COMPANY			
	3 Months to 31.12.21 Unaudited	3 Months to 31.12.20 Unaudited	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited	3 Months to 31.12.21 Unaudited	3 Months to 31.12.20 Unaudited	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
Revenue	2,853,725	2,515,878	4,623,279	4,290,173	21,425	20,405	21,425	20,405
Profit before finance costs	332,546	334,973	445,530	451,523	20,534	19,402	19,904	18,971
Finance costs	(8,829)	(16,044)	(24,270)	(32,830)	-	-	-	-
Share of results of associates	323,717	318,929	421,260	418,693	20,534	19,402	19,904	18,971
Profit before taxation	(8)	2,805	(25)	2,807	-	-	-	-
Tax expense	(47,799)	(44,766)	(58,764)	(58,277)	-	-	-	-
Profit for the period	275,910	276,968	362,471	363,223	20,534	19,402	19,904	18,971
<b>Attributable to:</b>								
Owners of the Company	84,964	85,337	111,464	111,877	20,534	19,402	19,904	18,971
Non-controlling interests	190,946	191,631	251,007	251,346	-	-	-	-
	<b>275,910</b>	<b>276,968</b>	<b>362,471</b>	<b>363,223</b>	<b>20,534</b>	<b>19,402</b>	<b>19,904</b>	<b>18,971</b>
<b>Earnings per Share</b>								
Earnings attributable to Owners of the Company (MUR '000):	84,964	85,337	111,464	111,877	20,534	19,402	19,904	18,971
Number of shares in issue ('000)	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685
Earnings per share (MUR):	14.95	15.01	19.61	19.68	3.61	3.41	3.50	3.34

### ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP				COMPANY			
	3 Months to 31.12.21 Unaudited	3 Months to 31.12.20 Unaudited	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited	3 Months to 31.12.21 Unaudited	3 Months to 31.12.20 Unaudited	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
Profit for the period	275,910	276,968	362,471	363,223	20,534	19,402	19,904	18,971
<i>Other comprehensive income/ (loss):</i>								
<i>Items that may be reclassified subsequently to profit or loss:</i>								
Exchange differences on translating foreign operations	(889)	32,799	(33,790)	64,525	-	-	-	-
Increase/(decrease) in fair value of securities	-	-	-	-	5,101	56,113	35,708	(117,325)
Other movements in associates	18	(2,636)	36	(2,929)	-	-	-	-
Total comprehensive income/ (loss) for the period	275,039	307,131	328,717	424,819	25,635	75,515	55,612	(98,354)
<b>Total comprehensive income/ (loss) attributable to:</b>								
Owners of the Company	84,693	94,692	100,993	130,983	25,635	75,515	55,612	(98,354)
Non-controlling interests	190,346	212,439	227,724	293,836	-	-	-	-
	<b>275,039</b>	<b>307,131</b>	<b>328,717</b>	<b>424,819</b>	<b>25,635</b>	<b>75,515</b>	<b>55,612</b>	<b>(98,354)</b>

### ABRIDGED STATEMENTS OF CASH FLOWS

	GROUP		COMPANY	
	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000
Net cash generated from/(used in) operating activities	225,653	301,716	(734)	(751)
Net cash (used in)/generated from investing activities	(187,295)	(112,456)	66,315	61,214
Net cash used in financing activities	(231,839)	(215,310)	(63,676)	(58,559)
(Decrease)/increase in cash and cash equivalents	(193,481)	(26,050)	1,905	1,904
Opening cash and cash equivalents	371,938	66,519	4,139	3,559
Effects of foreign exchange rate changes	(5,011)	5,267	-	-
Closing cash and cash equivalents	173,446	45,736	6,044	5,463

### SEGMENTAL INFORMATION

	GROUP			
	3 Months to 31.12.21 Unaudited	3 Months to 31.12.20 Unaudited	6 Months to 31.12.21 Unaudited	6 Months to 31.12.20 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000
<b>Segment revenue</b>				
Local	2,384,556	2,115,728	3,812,548	3,583,247
Overseas	469,169	400,150	810,731	706,926
	<b>2,853,725</b>	<b>2,515,878</b>	<b>4,623,279</b>	<b>4,290,173</b>
<b>Segment results</b>				
Local	259,197	261,455	351,604	349,827
Overseas	73,349	73,518	93,926	101,696
	<b>332,546</b>	<b>334,973</b>	<b>445,530</b>	<b>451,523</b>

### ABRIDGED STATEMENTS OF CHANGES IN EQUITY

GROUP	Attributable to Owners of the Company						Non-Controlling Interests	
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total	Total	Total
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
At July 1, 2021	56,854	36,545	378,005	(509)	1,055,608	1,526,503	3,551,935	5,078,438
Total comprehensive income for the period	-	-	(10,482)	11	111,464	100,993	227,724	328,717
Dividends	-	-	-	-	(20,013)	(20,013)	(47,653)	(67,666)
<b>At December 31, 2021</b>	<b>56,854</b>	<b>36,545</b>	<b>367,523</b>	<b>(498)</b>	<b>1,147,059</b>	<b>1,607,483</b>	<b>3,732,006</b>	<b>5,339,489</b>
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 for the period	-	-	20,016	(909)	111,876	130,983	293,836	424,819
Dividends	-	-	-	-	(19,103)	(19,103)	(45,383)	(64,486)
<b>At December 31, 2020</b>	<b>56,854</b>	<b>36,545</b>	<b>372,476</b>	<b>(516)</b>	<b>966,399</b>	<b>1,431,758</b>	<b>3,342,002</b>	<b>4,773,760</b>
<b>COMPANY</b>								
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total	Total	Total
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
At July 1, 2021	56,854	36,545	27	2,964,671	3,417	3,061,514		
Total comprehensive income for the period	-	-	-	35,708	19,904	55,612		
Dividends	-	-	-	-	(20,013)	(20,013)		
<b>At December 31, 2021</b>	<b>56,854</b>	<b>36,545</b>	<b>27</b>	<b>3,000,379</b>	<b>3,308</b>	<b>3,097,113</b>		
At July 1, 2020	56,854	36,545	27	3,036,086	3,597	3,133,109		
Total comprehensive (loss)/income for the period	-	-	-	(117,325)	18,971	(98,354)		
Dividends	-	-	-	-	(19,103)	(19,103)		
<b>At December 31, 2020</b>	<b>56,854</b>	<b>36,545</b>	<b>27</b>	<b>2,918,761</b>	<b>3,465</b>	<b>3,015,652</b>		

### COMMENTS

Sales volume in Mauritius and in Reunion Island for the 6 months to December 31, 2021 were higher by 0.5% and 4.7% respectively as compared to the corresponding period last year. As a result, Group sales volume increased by 2.0%.

Turnover of our subsidiary Company, Phoenix Beverages Limited (PBL), for the 6 months period increased by 6.8% from MUR 3,621M to MUR 3,867M while profit before taxation increased marginally by 0.6% from MUR 336.6M to MUR 338.8M. The result of PBL was impacted by material exceptional expenses relating to legal and due diligence exercises in respect of the potential acquisition of a company based in Jersey. Excluding the impact of this exceptional expenses, PBL's profit before tax would have increased by 12.7%. This improved operational performance of PBL was driven by a higher sales revenue and costs containment measures.

Turnover from our operations in Reunion Island has increased from Euro 14.0M (MUR 655.4M) to Euro 15.6M (MUR 771.3M), and profit after tax for the period stood at Euro 1.5M (MUR 74.9M) compared to Euro 0.7M (MUR 34.2M) in 2020.

Group turnover for the 6 months under review increased by 7.8% from MUR 4,290M to MUR 4,623M and Group profit after taxation for the period stood at MUR 362.5M (2020: MUR 363.2M). The Group profit after tax has been impacted by the exceptional expenses as described above and lower profit from our subsidiary, Phoenix Beverages Overseas Limited (PBLOV). The result of PBLOV was negatively affected by fluctuation in exchange rates causing its profitability to decrease by MUR 37.4M as compared to the corresponding last year period.

Our Subsidiary, Phoenix Beverages Limited is expanding its portfolio with the launch of its craft beer, under the brand Manawa. This new premium local beer, brewed and packaged from our state of the art micro-brewery in Phoenix, aims to offer a variety of innovative beverages to the local and regional markets.

#### Outlook

Although the COVID-19 pandemic is still ongoing, we note some signs of recovery and we expect demand for beverages to remain relatively good in the coming months. However, the sustained increased procurement costs will continue to negatively impact our operational costs. We will carry on capitalising on our know-how to improve efficiency and productivity as well as cost containment measures. With strong commitment to sustainability, innovation, digitalisation and continuous improvement, we believe the Group is well positioned to deliver sustainable and profitable growth in the future.

#### For and on behalf of the Board of Directors

IBL Management Ltd  
Company Secretary

February 11, 2022

#### NOTES:

The above abridged quarterly and half-yearly financial statements to December 31, 2021 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, 2021.

Copies of these unaudited abridged quarterly and half yearly 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, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

The above unaudited abridged quarterly and half-yearly financial statements are issued pursuant to DEM Rule 17 and Section 88 of the Securities Act 2005. The Board of Directors of Phoenix Investment Company Limited accepts full responsibility for the accuracy of the information contained in these abridged quarterly and half-yearly unaudited financial statements.