

PHOENIX INVESTMENT COMPANY LIMITED

BRN: C07001226

ABRIDGED UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2022

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	GROUP		COMPANY	
	As at 31.03.22 Unaudited	As at 30.06.21 Audited	As at 31.03.22 Unaudited	As at 30.06.21 Audited
	MUR '000	MUR '000	MUR '000	MUR '000
ASSETS				
Non-current assets				
Property, plant and equipment	4,140,317	4,175,784	-	-
Investments and others	1,213,916	1,264,577	3,070,884	3,060,682
	5,354,233	5,440,361	3,070,884	3,060,682
Current assets	2,894,563	2,226,478	5,378	49,029
Total assets	8,248,796	7,666,839	3,076,262	3,109,711
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to Owners of the Company	1,630,721	1,526,503	3,070,972	3,061,514
Non-controlling interests	3,785,049	3,551,935	-	-
Total equity	5,415,770	5,078,438	3,070,972	3,061,514
Non-current liabilities	1,041,662	1,133,960	-	-
Current liabilities	1,791,364	1,454,441	5,290	48,197
Total equity and liabilities	8,248,796	7,666,839	3,076,262	3,109,711

ABRIDGED INCOME STATEMENTS

	GROUP				COMPANY			
	3 months to 31.03.22 Unaudited	3 months to 31.03.21 Unaudited	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited	3 months to 31.03.22 Unaudited	3 months to 31.03.21 Unaudited	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
Revenue	2,175,437	1,753,608	6,798,716	6,043,781	-	-	21,425	20,405
Profit/(loss) before finance costs	78,825	100,690	524,355	552,213	(635)	(280)	19,269	18,691
Finance costs	(4,135)	(1,078)	(28,405)	(33,908)	-	-	-	-
	74,690	99,612	495,950	518,305	(635)	(280)	19,269	18,691
Share of results of associates	(23)	(435)	(48)	2,372	-	-	-	-
Profit/(loss) before taxation	74,667	99,177	495,902	520,677	(635)	(280)	19,269	18,691
Tax expense	(10,474)	(24,837)	(69,238)	(83,114)	-	-	-	-
Profit/(loss) for the period	64,193	74,340	426,664	437,563	(635)	(280)	19,269	18,691
Attributable to:								
Owners of the Company	19,488	22,980	130,952	134,857	(635)	(280)	19,269	18,691
Non-controlling interests	44,705	51,360	295,712	302,706	-	-	-	-
	64,193	74,340	426,664	437,563	(635)	(280)	19,269	18,691
Earnings/(loss) per share								
Earnings/(loss) attributable to Owners of the Company (MUR '000)	19,488	22,980	130,952	134,857	(635)	(280)	19,269	18,691
Number of shares in issue ('000)	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685
Earnings/(loss) per share (MUR):	3.43	4.04	23.03	23.72	(0.11)	(0.05)	3.39	3.29

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP				COMPANY			
	3 months to 31.03.22 Unaudited	3 months to 31.03.21 Unaudited	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited	3 months to 31.03.22 Unaudited	3 months to 31.03.21 Unaudited	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000	MUR '000
Profit/(loss) for the period	64,193	74,340	426,664	437,563	(635)	(280)	19,269	18,691
<i>Other comprehensive income/(loss):</i>								
<i>Items that may be reclassified subsequently to profit or loss:</i>								
Exchange differences on translating foreign operations	12,061	(24,944)	(21,729)	39,581	-	-	-	-
Decrease/(increase) in fair value of securities	-	-	-	-	(25,506)	30,607	10,202	(86,718)
Other movements in associates	26	-	62	(2,929)	-	-	-	-
Total comprehensive income/(loss) for the period	76,280	49,396	404,997	474,215	(26,141)	30,327	29,471	(68,027)
Total comprehensive income/(loss) attributable to:								
Owners of the Company	23,237	15,243	124,230	146,226	(26,141)	30,327	29,471	(68,027)
Non-controlling interests	53,043	34,153	280,767	327,989	-	-	-	-
	76,280	49,396	404,997	474,215	(26,141)	30,327	29,471	(68,027)

ABRIDGED STATEMENTS OF CASH FLOWS

	GROUP		COMPANY	
	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000
Net cash generated from/(used in) operating activities	581,743	747,880	(1,400)	(1,317)
Net cash (used in)/generated from investing activities	(245,158)	(223,043)	66,315	61,214
Net cash used in financing activities	(345,959)	(317,195)	(63,676)	(58,559)
(Decrease)/increase in cash and cash equivalents	(9,374)	207,642	1,239	1,338
Opening cash and cash equivalents	371,938	66,519	4,139	3,559
Effects of foreign exchange rate changes	(6,681)	10,454	-	-
Closing cash and cash equivalents	355,883	284,615	5,378	4,897

SEGMENTAL INFORMATION

	GROUP			
	3 months to 31.03.22 Unaudited	3 months to 31.03.21 Unaudited	9 months to 31.03.22 Unaudited	9 months to 31.03.21 Unaudited
	MUR '000	MUR '000	MUR '000	MUR '000
Segment revenue				
Local	1,739,490	1,364,822	5,552,038	4,948,069
Overseas	435,947	388,786	1,246,678	1,095,712
	2,175,437	1,753,608	6,798,716	6,043,781
Segment results				
Local	19,712	65,507	371,317	415,334
Overseas	59,113	35,183	153,038	136,879
	78,825	100,690	524,355	552,213

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	Non-controlling interests	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 (loss)/income for the period	-	-	(6,740)	19	130,952	124,231	280,767	404,998
Dividends	-	-	-	-	(20,013)	(20,013)	(47,653)	(67,666)
At March 31, 2022	56,854	36,545	371,265	(490)	1,166,547	1,630,721	3,785,049	5,415,770
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	-	-	12,278	(909)	134,857	146,226	327,989	474,215
Dividends	-	-	-	-	(19,103)	(19,103)	(45,383)	(64,486)
At March 31, 2021	56,854	36,545	364,738	(516)	989,380	1,447,001	3,376,155	4,823,156
COMPANY								
	Share capital	Share premium	Revaluation and other reserves	Fair value reserve	Retained earnings	Total		
	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/(loss) for the period	-	-	-	10,202	19,269	29,471		
Dividends	-	-	-	-	(20,013)	(20,013)		
At March 31, 2022	56,854	36,545	27	2,974,873	2,673	3,070,972		
At July 1, 2020	56,854	36,545	27	3,036,086	3,597	3,133,109		
Total comprehensive (loss)/income for the period	-	-	-	(86,718)	18,691	(68,027)		
Dividends	-	-	-	-	(19,103)	(19,103)		
At March 31, 2021	56,854	36,545	27	2,949,368	3,185	3,045,979		

COMMENTS

Sales volume in Mauritius and in Reunion Island for the 9 months to 31 March 2022 were higher by 4.8% and 4.2% respectively as compared to the corresponding period last year. Group export sales volume was up by 13.8% for the same period. As a result, Group sales volume for the period increased by 4.8%.

Turnover of our subsidiary company, Phoenix Beverages Limited (PBL) for the 9 months period increased by 12.6% from MUR 5,005M to MUR 5,635M while profit before taxation decreased by 2.6% from MUR 389.3M to MUR 379.1M. The result of PBL was impacted by the combined effect of exceptional expenses relating to legal and due diligence exercises in respect of the aborted acquisition of a company based in United Kingdom and significant increases in the cost of our major raw and packaging materials.

Turnover from our operations in Reunion Island increased from Euro 21.7M (MUR 1,022.2M) to Euro 23.9M (MUR 1,179.4M), and profit after tax for the period increased by 61.9% from Euro 1.5M (MUR 73.0M) to Euro 2.4M (MUR 117.2M) in 2021.

Group turnover for the 9 months under review increased by 12.5% from MUR 6,043.8M to MUR 6,798.7M and Group profit after taxation for the period stood at MUR 426.7M (2021: MUR 437.6M). The Group profit after tax has been impacted by the exceptional expenses and increased costs as described above and lower profit from our subsidiary, Phoenix Beverages Overseas Limited (PBL0V), whose results were negatively impacted by fluctuation in exchange rates.

Investment

As previously communicated, PBL had made a non-binding offer for the acquisition of a firm based in the United Kingdom which operates in a similar line of business as PBL.

After several rounds of discussion between PBL and the sellers on the commercial terms of the transaction, the Board wishes to inform the shareholders and the public in general that it has decided not to proceed with the transaction.

PBL will actively pursue new investment opportunities as part of its strategy of geographical diversification.

Outlook

The business continues to operate in an inflationary environment driven by the (i) ongoing effect of the Pandemic, (ii) Russia-Ukraine conflict, (iii) supply chain disruptions and (iv) fluctuations in exchange rates.

In order to mitigate these impacts on our group results, we will continue to improve our efficiency and productivity as well as containing our overhead costs.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary

May 13, 2022

NOTES:

The above abridged quarterly and nine months financial statements to March 31, 2022 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 nine months 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 and nine months 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 unaudited abridged quarterly and nine months financial statements.