

QUALITY BEVERAGES LIMITED

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2021

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	<u>30 June 2021</u>	<u>31 December 2020</u>	<u>30 June 2021</u>	<u>31 December 2020</u>
	<u>(Unaudited)</u>	<u>(Audited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
	Rs	Rs	Rs	Rs
ASSETS				
Non-current assets	1,103,286,172	1,071,995,200	1,103,350,542	1,068,515,924
Current assets	500,984,227	526,761,822	475,013,182	492,571,620
TOTAL ASSETS	Rs 1,604,270,400	1,598,757,022	1,578,363,723	1,561,087,544
EQUITY AND LIABILITIES				
Capital and reserves				
Total Equity	352,433,454	393,438,341	354,656,632	394,826,595
Non-current liabilities	786,606,625	702,294,335	782,213,109	694,919,377
Current liabilities	465,230,320	503,024,346	441,493,983	471,341,572
TOTAL EQUITY AND LIABILITIES	Rs 1,604,270,400	1,598,757,022	1,578,363,723	1,561,087,544

CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	<u>Quarter ended</u>	<u>Quarter ended</u>	<u>6 months ended</u>	<u>6 months ended</u>	<u>Quarter ended</u>	<u>Quarter ended</u>	<u>6 months ended</u>	<u>6 months ended</u>
	<u>30 June 2021</u>	<u>30 June 2020</u>	<u>30 June 2021</u>	<u>30 June 2020</u>	<u>30 June 2021</u>	<u>30 June 2020</u>	<u>30 June 2021</u>	<u>30 June 2020</u>
	<u>(Unaudited)</u>	<u>(Restated)</u>	<u>(Unaudited)</u>	<u>(Restated)</u>	<u>(Unaudited)</u>	<u>(Restated)</u>	<u>(Unaudited)</u>	<u>(Restated)</u>
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue from contracts with customers	323,844,334	297,712,866	642,346,761	641,903,066	268,909,138	238,430,683	534,941,540	516,295,638
Operating Profit	(24,367,293)	(2,926,707)	(40,522,132)	865,155	(24,817,779)	(3,012,188)	(39,586,575)	943,791
Finance costs	(4,223,486)	(5,268,892)	(8,045,993)	(10,940,118)	(4,158,934)	(5,022,594)	(7,795,934)	(10,411,921)
(Loss)/Profit before taxation	(28,590,778)	(8,195,599)	(48,568,125)	(10,074,963)	(28,976,713)	(8,034,781)	(47,382,509)	(9,468,130)
Taxation	4,815,695	1,826,030	8,323,201	2,454,155	4,805,898	1,478,484	7,972,509	2,035,774
(Loss)/Profit for the period	Rs (23,775,083)	(6,369,569)	(40,244,924)	(7,620,808)	(24,170,815)	(6,556,297)	(39,410,000)	(7,432,356)
Other comprehensive income for the period	(759,963)	(1,467,400)	(759,963)	(1,467,400)	(759,963)	(1,467,400)	(759,963)	(1,467,400)
Total comprehensive income for the period	Rs (24,535,046)	(7,836,969)	(41,004,887)	(9,088,208)	(24,930,778)	(8,023,697)	(40,169,963)	(8,899,756)
Basic and diluted earnings per share	Rs (0.65)	(0.17)	(1.09)	(0.21)	-	-	-	-

CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	<u>6 months ended</u>	<u>6 months ended</u>	<u>6 months ended</u>	<u>6 months ended</u>
	<u>30 June 2021</u>	<u>30 June 2020</u>	<u>30 June 2021</u>	<u>30 June 2020</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	Rs	Rs	Rs	Rs
Balance at 1 January	393,438,341	538,819,526	394,826,595	540,061,103
Profit for the period	(40,244,924)	(7,620,808)	(39,410,000)	(7,432,356)
Other comprehensive income for the period	(759,963)	(1,467,400)	(759,963)	(1,467,400)
Total comprehensive income for the period	(41,004,887)	(9,088,208)	(40,169,963)	(8,899,756)
Balance at 30 June	Rs 352,433,454	529,731,318	354,656,632	531,161,346

QUALITY BEVERAGES LIMITED
CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	6 months ended	6 months ended	6 months ended	6 months ended
	30 June 2021 (Unaudited)	30 June 2020 (Restated)	30 June 2021 (Unaudited)	30 June 2020 (Restated)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	30,738,961	81,717,799	23,864,856	48,133,704
NET CASH USED IN INVESTING ACTIVITIES	(77,586,156)	(14,901,857)	(77,586,156)	(9,938,363)
NET CASH GENERATED FROM FINANCING ACTIVITIES	151,164,066	66,428,815	164,498,231	69,345,132
NET INCREASE IN CASH AND CASH EQUIVALENTS	104,316,871	133,244,757	110,776,931	107,540,474
EFFECTS OF CURRENCY TRANSLATION	2,187,823	-	2,187,824	-
CASH AND CASH EQUIVALENTS-OPENING	(30,680,908)	19,424,657	(51,016,346)	4,476,617
CASH AND CASH EQUIVALENTS-CLOSING	Rs 75,823,786	152,669,414	61,948,408	112,017,091

SEGMENTAL INFORMATION - GROUP

	THE GROUP			
	Quarter ended	Quarter ended	6 months ended	6 months ended
	30 June 2021 (Unaudited)	30 June 2020 (Restated)	30 June 2021 (Unaudited)	30 June 2020 (Restated)
	Rs	Rs	Rs	Rs
Revenue				
Manufacturing and trading	321,830,778	295,936,008	638,482,898	637,410,563
Advertising	2,013,556	1,776,858	3,863,863	4,492,503
Rs	323,844,334	297,712,866	642,346,761	641,903,066
Segment Results				
Manufacturing and trading	(28,481,458)	(7,987,207)	(48,223,672)	(9,167,510)
Advertising	(109,320)	(208,391)	(344,453)	(907,453)
Rs	(28,590,778)	(8,195,598)	(48,568,125)	(10,074,963)
Taxation	4,815,695	1,826,030	8,323,201	2,454,155
Rs	(23,775,083)	(6,369,568)	(40,244,924)	(7,620,808)

NOTES:

The unaudited condensed financial statements for the six months ended 30 June 2021 are prepared in accordance with International Financial Reporting Standard and on the same basis as the accounting policies set out in the audited statutory financial statements for the year ended 31 December 2020.

RESULTS

Group revenue for the first six months ended at Rs642.3M compared to Rs641.9M prior year. In spite of a slight increase in the revenues driven by a volume growth recovery during the second quarter, the Group ended the first six months with a loss after tax of Rs40.2million compared to a loss after tax of Rs7.6 million prior year. Profitability was negatively impacted mainly by the depreciation of the Mauritian Rupee against major currencies and by one off severance costs. Additionally, the Government Wage Assistance Scheme was limited to one month in 2021 compared to three months in 2020.

PROSPECTS

Current business environment remains volatile. Despite the uncertainties caused by the global pandemic, the Group expects a gradual recovery and a return to profitable growth as tourism and leisure related outlets begin to operate, following the full opening of borders as from October 2021.

The Group will continue to reinforce health and safety measures, a cost reduction approach, a strict focus on cash and liquidity whilst considering new business growth opportunities beyond the core business.

By order of the Board

Currimee Secretaries Limited
Secretary

Dated this: 12 August 2021

The Board of Directors of Quality Beverages Limited accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements prepared in accordance with International Financial Reporting Standards. Copies of the report are available to the public, free of charge, at the registered office of the Company: 38, Royal Street, Port Louis.

These Financial Statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

The statement of direct and indirect interests pursuant to the rule 8(2)(m) of the Securities Act(Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, Currimee Secretaries Limited.