

QUALITY BEVERAGES LIMITED

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	<u>31 March 2023</u>	<u>31 December 2022</u>	<u>31 March 2023</u>	<u>31 December 2022</u>
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Rs	Rs	Rs	Rs
ASSETS				
Non-current assets	1,174,914,258	1,191,925,103	1,180,498,556	1,198,118,775
Current assets	726,004,143	780,947,822	712,437,299	764,889,180
TOTAL ASSETS	Rs 1,900,918,401	1,972,872,925	1,892,935,855	1,963,007,955
EQUITY AND LIABILITIES				
Capital and reserves				
Total Equity	691,847,784	703,650,047	684,736,349	696,615,590
Non-current liabilities	501,695,054	518,107,556	498,606,930	515,060,875
Current liabilities	707,375,563	751,115,322	709,592,576	751,331,490
TOTAL EQUITY AND LIABILITIES	Rs 1,900,918,401	1,972,872,925	1,892,935,855	1,963,007,955

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

	THE GROUP		THE COMPANY	
	<u>Quarter ended 31 March 2023</u>	<u>Quarter ended 31 March 2022</u>	<u>Quarter ended 31 March 2023</u>	<u>Quarter ended 31 March 2022</u>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
Revenue from contracts with customers	514,875,023	427,270,132	440,639,186	370,341,164
Operating Profit/(Loss)	(4,390,674)	10,688,250	(4,092,528)	11,319,534
Finance costs	(9,863,026)	(5,949,748)	(10,184,057)	(5,943,655)
Profit/(Loss) before taxation	(14,253,700)	4,738,502	(14,276,584)	5,375,878
Taxation	2,451,437	(5,004,832)	2,397,343	(5,022,959)
Profit/(Loss) for the period	Rs (11,802,263)	(266,330)	(11,879,241)	352,919
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	Rs (11,802,263)	(266,330)	(11,879,241)	352,919
Basic and diluted earnings per share	Rs (0.32)	(0.01)	-	-

CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	<u>Quarter ended 31 March 2023</u>	<u>Quarter ended 31 March 2022</u>	<u>Quarter ended 31 March 2023</u>	<u>Quarter ended 31 March 2022</u>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
Balance at 1 January	703,650,047	557,073,026	696,615,590	554,206,568
Profit/(Loss) for the period	(11,802,263)	(266,330)	(11,879,241)	352,919
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	(11,802,263)	(266,330)	(11,879,241)	352,919
Balance at 31 March	Rs 691,847,784	556,806,696	684,736,349	554,559,487

QUALITY BEVERAGES LIMITED
CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Quarter ended 31 March 2023 (Unaudited)	Quarter ended 31 March 2022 (Unaudited)	Quarter ended 31 March 2023 (Unaudited)	Quarter ended 31 March 2022 (Unaudited)
	Rs	Rs	Rs	Rs
NET CASH (USED IN)/GENERATED FROM OPERATING ACTIVITIES	(17,944,363)	23,076,074	(20,118,252)	19,795,720
NET CASH USED IN INVESTING ACTIVITIES	(9,788,019)	(13,969,721)	(8,887,847)	(13,969,721)
NET CASH USED IN FINANCING ACTIVITIES	(10,384,201)	(16,108,692)	(10,116,832)	(9,334,481)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(38,116,583)	(7,002,339)	(39,122,932)	(3,508,482)
EFFECTS OF CURRENCY TRANSLATION	6,703,815	278,829	6,703,815	278,829
CASH AND CASH EQUIVALENTS-OPENING	(71,382,615)	28,380,283	(68,018,615)	5,297,834
CASH AND CASH EQUIVALENTS-CLOSING	Rs (102,795,383)	21,656,773	(100,437,732)	2,068,182

SEGMENTAL INFORMATION - GROUP

	THE GROUP	
	Quarter ended 31 March 2023 (Unaudited)	Quarter ended 31 March 2022 (Unaudited)
	Rs	Rs
Revenue		
Manufacturing and trading	512,329,654	425,236,928
Advertising	2,545,370	2,033,204
Rs	514,875,023	427,270,132
Segment Results		
Manufacturing and trading	(14,699,863)	5,273,792
Advertising	446,163	(535,290)
Rs	(14,253,700)	4,738,502
Taxation	2,451,437	(5,004,832)
Rs	(11,802,263)	(266,330)

NOTES:

The unaudited condensed financial statements for the quarter ended 31 March 2023 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 2022.

RESULTS

Group turnover increased by 21% compared to same period prior year. This was driven by strong volume growth from our core beverages and additional revenue from the new juice and cereal categories we introduced along 2022. On the other hand, an increased cost of raw materials and the depreciation of the Mauritian rupee against major currencies negatively impacted our operating margins and therefore overall Group profitability. As a result, the Group ended the quarter with a loss after tax of Rs11.8M compared to Rs0.3M prior year.

PROSPECTS

Current macroeconomic environment will most likely remain volatile during the year. Additionally, the rise in local electricity tariffs, food price increases and pressure on the Mauritian Rupee may cause high inflation to persist. As a result, a reduced disposable income may lead consumers to adjust their preferential purchases and continue to focus on affordability. The Group will most likely continue to face added pressure on its margins, as already experienced during the first quarter. However, our focus will be to consolidate growth from the new categories we entered, continue to design our product portfolio to best address consumers' needs and adjust as needed our strategic priorities to deliver profitable growth over time.

By order of the Board

Currimjee Secretaries Limited
Secretary

Dated this: 12 May 2023

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, Currimjee Secretaries Limited