

QUALITY BEVERAGES LIMITED

ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

STATEMENTS OF FINANCIAL POSITION

	THE GROUP			THE COMPANY	
	31 December 2019	31 December 2018	01 January 2018	31 December 2019	31 December 2018
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	(Restated) Rs	(Restated) Rs	Rs	Rs
ASSETS					
Non-current assets	977,154,930	974,172,410	994,504,250	966,734,920	782,533,902
Current assets	618,412,755	619,232,348	627,515,765	583,769,233	414,412,563
TOTAL ASSETS	Rs 1,595,567,685	1,593,404,758	1,622,020,015	1,550,504,153	1,196,946,465
EQUITY AND LIABILITIES					
Capital and reserves					
Attributable to owners of the company	538,819,526	545,130,847	512,181,381	540,061,103	346,239,293
Non-current liabilities	522,234,016	476,732,895	505,888,667	509,700,687	448,792,077
Current liabilities	534,514,143	571,541,016	603,949,967	500,742,363	401,915,095
TOTAL EQUITY AND LIABILITIES	Rs 1,595,567,685	1,593,404,758	1,622,020,015	1,550,504,153	1,196,946,465

STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended 31 December 2019	Year ended 31 December 2018	Year ended 31 December 2019	Year ended 31 December 2018
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	(Restated) Rs	Rs	Rs
Revenue	1,585,590,128	1,602,805,949	1,004,592,597	877,485,204
Operating Profit	67,019,425	71,116,193	42,020,397	38,088,117
Finance costs	(22,730,620)	(27,197,539)	(18,852,239)	(21,394,805)
Profit before taxation	44,288,805	43,918,654	23,168,158	16,693,312
Taxation	(9,318,266)	(7,821,406)	(4,017,724)	(2,919,677)
Profit after taxation for the year	Rs 34,970,539	36,097,248	19,150,434	13,773,635
Other comprehensive income/(loss) for the year	(6,065,556)	29,750,040	318,876	20,622,830
Total comprehensive income/(loss) for the year	Rs 28,904,983	65,847,288	19,469,310	34,396,465
Earnings per share	Rs 0.95	0.98	-	-

STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	Year ended 31 December 2019	Year ended 31 December 2018	Year ended 31 December 2019	Year ended 31 December 2018
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	(Restated) Rs	Rs	Rs
Balance at 1 January	327,383,962	306,574,731	346,239,293	329,728,700
Prior year adjustment	217,746,885	205,606,650	-	-
As restated	545,130,847	512,181,381	346,239,293	329,728,700
Profit for the year	34,970,539	36,097,248	19,150,434	13,773,635
Other comprehensive income/(loss)	(6,065,556)	29,750,040	318,876	20,622,830
Total comprehensive income for the year	28,904,983	65,847,288	19,469,310	34,396,465
Issue of shares	(2,124,373)	-	27,899,527	-
Amalgamation adjustment	-	-	179,544,904	-
Dividend	(33,091,931)	(32,897,822)	(33,091,931)	(17,885,872)
Balance at 31 December	Rs 538,819,526	545,130,847	540,061,103	346,239,293

QUALITY BEVERAGES LIMITED
STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Year ended 31 December 2019 (Audited)	Year ended 31 December 2018 (Audited) (Restated)	Year ended 31 December 2019 (Audited)	Year ended 31 December 2018 (Audited)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	121,565,625	152,990,278	60,908,260	118,293,925
NET CASH USED IN INVESTING ACTIVITIES	(68,949,384)	(52,342,328)	(69,875,132)	(45,398,870)
NET CASH USED IN FINANCING ACTIVITIES	(66,026,049)	(89,649,376)	(31,542,414)	(60,060,312)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(13,409,808)	10,998,574	(40,509,286)	12,834,743
CASH AND CASH EQUIVALENTS-OPENING	23,120,993	12,122,419	35,272,431	22,437,688
CASH AND CASH EQUIVALENTS-CLOSING	Rs 9,711,185	23,120,993	(5,236,855)	35,272,431

SEGMENTAL INFORMATION - GROUP

	THE GROUP	
	Year ended 31 December 2019 (Audited)	Year ended 31 December 2018 (Audited) (Restated)
	Rs	Rs
Revenue		
Manufacturing and trading	1,567,878,419	1,580,869,618
Advertising	17,711,709	21,936,331
Rs	1,585,590,128	1,602,805,949
Segment Results		
Manufacturing and trading	38,920,925	38,973,190
Advertising	5,367,880	4,945,464
Rs	44,288,805	43,918,654
Taxation	(9,318,266)	(7,821,406)
Rs	34,970,539	36,097,248

NOTES:

The audited condensed financial statements for the year ended 31 December 2019 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 2019.

As of 1st October 2019, Margarine Industries Limited (MIL), a DEM listed company was amalgamated with and into Quality Beverages Limited (QBL). Its main activities are the manufacturing and distribution of margarine and related products.

On that date, MIL's subsidiary, Central Distributors Company Limited, has also transferred its food business to QBL. Following the amalgamation with MIL and the transfer of the food business, QBL has extended its activities to the manufacturing and distribution of margarine and related products as well as the distribution of consumer goods.

Results

Group revenue for the year ended at Rs1.585 billion, 1% lower compared to prior year. This was mainly driven by 11% price reduction in the domestic LPG cylinders and the loss of two working days at the end of the year due to cyclonic weather conditions.

Group Profit after tax ended at Rs 34.971 million compared to Rs 36.097 million prior year. The 2019 result was negatively impacted by one-off cost of the amalgamation and the adverse impact of the USD vs Mauritian Rupee.

A dividend of Rs 33million was declared in December 2019 and paid in January 2020.

Prospects

In view of the coronavirus pandemic across Mauritius and the world, the consequent effect of an economic downturn and that consumption patterns may drastically change may result in an impact on the food and beverage industry. Necessary measures are being taken to help mitigate the risks of these threats. In this particular context, we remain cautious about the business performance.

By order of the Board

Currimjee Secretaries Limited
Secretary
Dated this: 30 April 2020

The Board of Directors of Quality Beverages Limited accepts full responsibility for the accuracy of the information contained in these condensed audited 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: 36, Royal Street, Port Louis.

These Financial Statements are issued pursuant to DEM Rule 18.

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.