

**QUALITY BEVERAGES LIMITED**

**ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**

**CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION**

	THE GROUP				THE COMPANY	
	31 December 2020	31 December 2019	31 December 2018	31 December 2020	31 December 2019	31 December 2018
	(Audited)	(Audited) (Restated)	(Audited) (Restated)	(Audited)	(Audited) (Restated)	(Audited) (Restated)
	Rs	Rs	Rs	Rs	Rs	Rs
<b>ASSETS</b>						
Non-current assets	1,071,995,200	977,154,930	974,172,410	1,068,515,924	966,734,920	782,533,902
Current assets	526,761,822	626,264,959	626,509,872	492,571,620	591,621,437	421,690,087
<b>TOTAL ASSETS</b>	<b>Rs 1,598,757,022</b>	<b>1,603,419,889</b>	<b>1,600,682,282</b>	<b>1,561,087,544</b>	<b>1,558,356,357</b>	<b>1,204,223,989</b>
<b>EQUITY AND LIABILITIES</b>						
Capital and reserves						
Total Equity	393,438,341	538,819,526	545,130,847	394,826,595	540,061,103	346,239,293
Non-current liabilities	702,294,335	522,234,016	476,732,895	694,919,377	509,700,687	448,792,077
Current liabilities	503,024,346	542,366,347	578,818,540	471,341,572	508,594,567	409,192,619
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>Rs 1,598,757,022</b>	<b>1,603,419,889</b>	<b>1,600,682,282</b>	<b>1,561,087,544</b>	<b>1,558,356,357</b>	<b>1,204,223,989</b>

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

	THE GROUP		THE COMPANY	
	Year ended	Year ended	Year ended	Year ended
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	Rs	Rs	Rs
Revenue from contracts with customers	1,418,881,042	1,585,590,128	1,160,447,998	1,004,592,597
Operating Profit	(14,359,225)	67,019,425	(15,616,927)	42,020,397
Finance costs	(19,187,628)	(22,730,620)	(18,176,006)	(18,852,239)
Profit before taxation	(33,546,853)	44,288,805	(33,792,933)	23,168,158
Taxation	10,275,843	(9,318,266)	9,813,700	(4,017,724)
<b>(Loss)/Profit for the year</b>	<b>Rs (23,271,010)</b>	<b>34,970,539</b>	<b>(23,979,233)</b>	<b>19,150,434</b>
Other comprehensive income for the year	(122,110,175)	(6,065,556)	(121,255,275)	318,876
<b>Total comprehensive income for the year</b>	<b>Rs (145,381,185)</b>	<b>28,904,983</b>	<b>(145,234,508)</b>	<b>19,469,310</b>
Basic and diluted earnings per share	<b>Rs (0.63)</b>	<b>0.95</b>	<b>-</b>	<b>-</b>

**CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY**

	THE GROUP		THE COMPANY	
	Year ended	Year ended	Year ended	Year ended
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	Rs	Rs	Rs
Balance at 1 January	538,819,526	545,130,847	540,061,103	346,239,293
Profit for the year	(23,271,010)	34,970,539	(23,979,233)	19,150,434
Other comprehensive income for the year	(122,110,175)	(6,065,556)	(121,255,275)	318,876
Total comprehensive income for the year	(145,381,185)	28,904,983	(145,234,508)	19,469,310
Issue of shares on amalgamation	-	(2,124,373)	-	27,899,527
Amalgamation adjustment	-	-	-	179,544,904
Dividend	-	(33,091,931)	-	(33,091,931)
<b>Balance at 31 December</b>	<b>Rs 393,438,341</b>	<b>538,819,526</b>	<b>394,826,595</b>	<b>540,061,103</b>

**QUALITY BEVERAGES LIMITED****CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS**

	THE GROUP		THE COMPANY	
	Year ended	Year ended	Year ended	Year ended
	31 December 2020 (Audited)	31 December 2019 (Audited)	31 December 2020 (Audited)	31 December 2019 (Audited)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	156,801,749	123,864,171	140,809,102	63,206,806
NET CASH USED IN INVESTING ACTIVITIES	(219,607,519)	(68,949,384)	(215,305,787)	(69,875,132)
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	16,074,890	(66,026,049)	22,378,411	(31,542,414)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(46,730,879)	(11,111,262)	(52,118,274)	(38,210,740)
EFFECTS OF CURRENCY TRANSLATION	(3,374,688)	-	(3,374,689)	-
CASH AND CASH EQUIVALENTS-OPENING	19,424,657	30,535,919	4,476,617	42,687,357
CASH AND CASH EQUIVALENTS-CLOSING	Rs (30,680,910)	19,424,657	(51,016,346)	4,476,617

**SEGMENTAL INFORMATION - GROUP**

	THE GROUP	
	Year ended	Year ended
	31 December 2020 (Audited)	31 December 2019 (Audited)
	Rs	Rs
<b>Revenue</b>		
Manufacturing and trading	1,407,579,680	1,567,878,419
Advertising	11,301,362	17,711,709
<b>Rs</b>	<b>1,418,881,042</b>	<b>1,585,590,128</b>
<b>Segment Results</b>		
Manufacturing and trading	(33,260,331)	38,920,925
Advertising	(286,522)	5,367,880
<b>Rs</b>	<b>(33,546,853)</b>	<b>44,288,805</b>
Taxation	10,275,843	(9,318,266)
<b>Rs</b>	<b>(23,271,010)</b>	<b>34,970,539</b>

**NOTES:**

The audited condensed financial statements for the year ended 31 December 2020 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**

COVID-19 pandemic has given rise to an exceptionally difficult operating environment which has caused significant volatility within the economic markets in Mauritius and around the world. The Group and the Company's activities have been negatively impacted by the unprecedented effect from this pandemic. As a result, Group revenue for the year declined to Rs1.42 billion compared to Rs1.59 billion prior year.

The Group ended with a loss after tax of Rs23.27million compared to a profit after tax of Rs34.97million prior year. The profitability in year 2020 has been mainly impacted by the lockdown of two and a half months' period, the negative effect from the depreciation of the Mauritian Rupee against major currencies and a non-recurrent adjustment in pension benefits of Rs19.3million.

**PROSPECTS**

The duration and spread of the COVID-19 pandemic, and the resultant economic effect that it may have, remains uncertain. The recent lockdown since March 2021 has caused additional volatility. Consumption patterns remain uncertain as many industries, especially tourism and leisure industries remain adversely impacted which may continue to affect the food and beverage industry. In this context, the Group has taken necessary measures to help mitigate the effects from this adverse environment including reinforcing our health and safety measures, a cost reduction approach, a strict focus on cash and liquidity, leveraging our investments to drive sales whilst considering new growth opportunities.

**By order of the Board**

Currimjee Secretaries Limited  
Secretary

Dated this: 25th March 2021

*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: 38, 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.