

QUALITY BEVERAGES LIMITED

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	<u>30 June 2022</u>	<u>31 December 2021</u>	<u>30 June 2022</u>	<u>31 December 2021</u>
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Rs	Rs	Rs	Rs
ASSETS				
Non-current assets	1,119,319,103	1,150,962,119	1,125,723,299	1,154,389,247
Current assets	578,262,501	597,303,599	538,175,084	564,147,081
TOTAL ASSETS	Rs 1,697,581,604	1,748,265,718	1,663,898,383	1,718,536,328
EQUITY AND LIABILITIES				
Capital and reserves				
Total Equity	569,730,523	557,073,026	567,591,914	554,206,568
Non-current liabilities	584,539,645	569,909,834	580,943,618	566,873,154
Current liabilities	543,311,436	621,282,858	515,362,851	597,456,606
TOTAL EQUITY AND LIABILITIES	Rs 1,697,581,604	1,748,265,718	1,663,898,383	1,718,536,328

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

	THE GROUP				THE COMPANY			
	Quarter ended	Quarter ended	6 months ended	6 months ended	Quarter ended	Quarter ended	6 months ended	6 months ended
	<u>30 June 2022</u>	<u>30 June 2021</u>	<u>30 June 2022</u>	<u>30 June 2021</u>	<u>30 June 2022</u>	<u>30 June 2021</u>	<u>30 June 2022</u>	<u>30 June 2021</u>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue from contracts with customers	489,053,809	323,844,334	916,323,942	642,346,761	410,125,122	268,909,138	780,466,287	534,941,540
Operating Profit	22,117,496	(24,367,293)	32,805,746	(40,522,132)	21,664,532	(24,817,779)	32,984,065	(39,586,575)
Finance costs	(5,892,996)	(4,223,486)	(11,842,744)	(8,045,993)	(5,953,539)	(4,158,934)	(11,897,195)	(7,795,934)
Profit/(Loss) before taxation	16,224,500	(28,590,778)	20,963,002	(48,568,125)	15,710,992	(28,976,713)	21,086,870	(47,382,509)
Taxation	(3,300,674)	4,815,695	(8,305,506)	8,323,201	(2,678,565)	4,805,898	(7,701,524)	7,972,509
Profit/(Loss) for the period	Rs 12,923,827	(23,775,083)	12,657,497	(40,244,924)	13,032,428	(24,170,815)	13,385,347	(39,410,000)
Other comprehensive income for the period	-	(759,963)	-	(759,963)	-	(759,963)	-	(759,963)
Total comprehensive income for the period	Rs 12,923,827	(24,535,046)	12,657,497	(41,004,887)	13,032,428	(24,930,778)	13,385,347	(40,169,963)
Basic and diluted earnings per share	Rs 0.35	(0.65)	0.34	(1.09)	-	-	-	-

CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	6 months ended	6 months ended	6 months ended	6 months ended
	<u>30 June 2022</u>	<u>30 June 2021</u>	<u>30 June 2022</u>	<u>30 June 2021</u>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
Balance at 1 January	557,073,026	393,438,341	554,206,568	394,826,595
Profit/(Loss) for the period	12,657,497	(40,244,924)	13,385,347	(39,410,000)
Other comprehensive loss for the period	-	(759,963)	-	(759,963)
Total comprehensive income/(loss) for the period	12,657,497	(41,004,887)	13,385,347	(40,169,963)
Balance at 30 June	Rs 569,730,523	352,433,454	567,591,914	354,656,632

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 2022 (Unaudited)	30 June 2021 (Unaudited)	30 June 2022 (Unaudited)	30 June 2021 (Unaudited)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	67,675,098	17,213,089	53,125,880	10,598,884
NET CASH USED IN INVESTING ACTIVITIES	(24,887,146)	(77,586,156)	(24,941,146)	(77,586,156)
NET CASH (USED IN) / GENERATED FROM FINANCING ACTIVITIES	(18,878,844)	151,164,066	(5,354,086)	164,498,231
NET INCREASE IN CASH AND CASH EQUIVALENTS	23,909,108	90,790,998	22,830,648	97,510,959
EFFECTS OF CURRENCY TRANSLATION	1,666,044	2,187,823	1,666,044	2,187,824
CASH AND CASH EQUIVALENTS-OPENING	28,380,283	(30,680,908)	5,297,834	(51,016,346)
CASH AND CASH EQUIVALENTS-CLOSING	Rs 53,955,435	62,297,913	29,794,526	48,682,436

SEGMENTAL INFORMATION - GROUP

	THE GROUP			
	Quarter ended	Quarter ended	6 months ended	6 months ended
	30 June 2022 (Unaudited)	30 June 2021 (Unaudited)	30 June 2022 (Unaudited)	30 June 2021 (Unaudited)
	Rs	Rs	Rs	Rs
Revenue				
Manufacturing and trading	486,145,527	321,830,778	911,382,455	638,482,898
Advertising	2,908,283	2,013,556	4,941,487	3,863,863
Rs	489,053,809	323,844,334	916,323,942	642,346,761
Segment Results				
Manufacturing and trading	15,694,529	(28,481,458)	20,968,321	(48,223,672)
Advertising	529,971	(109,320)	(5,318)	(344,453)
Rs	16,224,500	(28,590,778)	20,963,002	(48,568,125)
Profit/(Loss) before taxation	(3,300,674)	4,815,695	(8,305,506)	8,323,201
Taxation				
Rs	12,923,827	(23,775,083)	12,657,497	(40,244,924)

NOTES:

The unaudited condensed financial statements for the six months ended 30 June 2022 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 2021.

RESULTS

Our strategic priorities defined in 2021 have begun to deliver results despite the challenges from high inflation and significant supply chain disruptions. For the first half of the year, Group revenue increased by 43% and ended at Rs 916.3 M compared to Rs 642.3 M prior year. This was mainly driven by core volume growth from our existing food and beverage brands following the re-opening of the economy and the addition of new juice and cereal brands to our portfolio, in line with our goal of expanding our consumer offerings.

The Group ended the first half of the year with a profit before tax of Rs 21.0 M compared to a loss before tax of Rs 48.6 M prior year.

PROSPECTS

Notwithstanding the improved results of the first half of year 2022, we remain cautious for the next 6 months given that inflation is expected to remain high during the second half of the year and the global macroeconomic environment will stay uncertain. This complex set of conditions has resulted in surging food, commodity and energy prices as well as continuous disruptions in our supply chain. The future of the Mauritian economy remains volatile as a result and consumer confidence low. As we look ahead, the Group will remain focused with the implementation of its long-term strategic plan while at the same time securing the supply of key raw materials, increasing stock levels to minimise risks of shortages and taking a stringent cost reduction approach.

By order of the Board

Currimjee Secretaries Limited
Secretary

Dated this: 9 August 2022

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.