



Improved results mainly driven by overseas operations

Performance for the quarter ended 31 March 2022

FINANCIAL

Revenue

Rs **1,022** ▲ +10%

PAT

Rs **43.3** ▲ +10.3%

NAVPS

Rs **17.72** ▲ +5.4%

OPERATIONAL

> FREIGHT FORWARDING

Total Air (Tons)

1,782
Mar 21: 1,609

Total Sea (TEUs)

2,696
Mar 21: 2,860

(Tons)

1,662
Mar 21: 1,469

> PORT RELATED AND TRANSPORT SERVICES

Container Storage (K TEU Days)

160
Mar 21: 560

Container Transport (Number of Trips)

16,557
Mar 21: 22,657

STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 31 MARCH 2022

In Rs 000	THE GROUP				
	Unaudited 3 months ended 31 March 2022	Unaudited 3 months ended 31 March 2021	Unaudited 9 months ended 31 March 2022	Audited 9 months ended 31 March 2021	Audited year ended 30 June 2021
Revenue from sale of services	1,022,211	927,713	3,472,028	2,850,101	3,707,755
Gross profit	316,945	298,133	1,011,395	963,978	1,267,813
Profit before finance costs, tax, depreciation and amortisation	117,665	110,167	375,211	347,652	449,179
Depreciation and amortisation	(48,795)	(47,556)	(140,924)	(144,224)	(194,395)
Finance costs	(11,234)	(10,173)	(31,633)	(31,963)	(41,571)
Profit before taxation	57,636	52,438	202,654	171,465	213,213
Taxation	(14,329)	(13,190)	(45,279)	(40,954)	(62,161)
PROFIT FOR THE PERIOD/YEAR	43,307	39,248	157,375	130,511	151,052
Attributable to:					
Owners of the parent	38,828	28,222	145,293	103,014	114,943
Non-controlling interests	4,479	11,026	12,082	27,497	36,109
	43,307	39,248	157,375	130,511	151,052
Earnings per share (EPS)	Rs 0.42	Rs 0.30	Rs 1.55	Rs 1.10	Rs 1.23
Number of ordinary shares used in calculation	93,515,565	93,515,565	93,515,565	93,515,565	93,515,565
Interim dividend per share	Rs -	Rs -	Rs 0.29	Rs 0.24	Rs 0.24
Final dividend per share	Rs -	Rs -	Rs -	Rs -	Rs 0.20
Net asset value per share (NAVPS)	Rs -	Rs -	Rs 17.72	Rs 16.82	Rs 17.08

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2022

In Rs 000	THE GROUP				
	Unaudited 3 months ended 31 March 2022	Unaudited 3 months ended 31 March 2021	Unaudited 9 months ended 31 March 2022	Audited 9 months ended 31 March 2021	Audited year ended 30 June 2021
Profit for the period/year	43,307	39,248	157,375	130,511	151,052
Other comprehensive income:					
<i>Items that will not be reclassified to profit or loss:</i>					
Remeasurement of post employment benefit obligations	-	8,660	-	8,660	34,746
Related tax	-	(855)	-	(855)	(5,073)
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Exchange differences on translating foreign operations	(1,324)	19,662	(14,974)	(4,355)	14,781
Other comprehensive (loss)/income for the period/year, net of tax	(1,324)	27,467	(14,974)	3,450	44,454
Total comprehensive income for the period/year	41,983	66,715	142,401	133,961	195,506
Attributable to:					
Owners of the parent	37,360	47,407	130,115	106,167	149,232
Non-controlling interests	4,623	19,308	12,286	27,794	46,274
	41,983	66,715	142,401	133,961	195,506

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022

In Rs 000	THE GROUP		
	Unaudited 31 March 2022	Audited 31 March 2021	Audited 30 June 2021
ASSETS			
Non-current assets			
Non-current assets	1,680,490	1,615,396	1,587,897
Right-of-use assets	256,301	260,353	255,445
	1,936,791	1,875,749	1,843,342
Current assets			
Trade and other receivables	1,239,106	1,137,652	1,049,248
Other current assets	233,373	92,568	134,543
Cash and cash equivalent	425,638	416,636	473,681
	1,898,117	1,646,856	1,657,472
Total assets	3,834,908	3,522,605	3,500,814
EQUITY AND LIABILITIES			
Capital and reserves			
Equity attributable to equity holders of the parent	1,656,631	1,573,264	1,597,329
Non-controlling interests	40,537	196,956	213,429
Total equity	1,697,168	1,770,220	1,810,758
Non-current liabilities			
Borrowings	400,805	216,149	90,688
Lease liabilities	227,638	213,449	207,768
Other non-current liabilities	143,434	170,777	144,967
	771,877	600,375	443,423
Current liabilities			
Trade and other payables	1,154,795	881,993	866,083
Borrowings	153,875	182,378	271,282
Lease liabilities	48,631	65,074	58,000
Other current liabilities	8,562	22,497	30,312
Dividend payable	-	68	20,956
	1,365,863	1,152,010	1,246,633
Total liabilities	2,137,740	1,752,385	1,690,056
Total equity and liabilities	3,834,908	3,522,605	3,500,814

Comments on Results

Group Performance

Velogic improved its performance with increases in revenue of 10% to Rs 1,022.2m (Q3 2021: Rs 927.7m) and PAT of 10.3% to Rs 43.3m (Q3 2021: Rs 39.2m) respectively. The growth was observed particularly in the Freight Forwarding activities, of which the overseas operations were a significant contributor.

Sector Highlights

Freight Forwarding, Customs Brokerage and Courier

The revenue and PAT improved to Rs 810.6m (Q3 2021: Rs 660.7m) and Rs 34.4m (Q3 2021: Rs 13.0m) respectively following increases in air freight and courier volumes across most geographies. However, Kenya generated a lower revenue due to a decrease of imports in the country compared to last year. The France profitability was also lower with the termination of the government wage assistance this year.

Port Related and Transport Services

The revenue was lower at Rs 173.4m (Q3 2021: Rs 218.1m) resulting in a loss of Rs 2.1m (Q3 2021: Rs 12.5m). In Mauritius, profitability was adversely impacted mainly due to: decreased volumes in the container depot following the internalisation of this activity by a major customer; and lower import levels which affected container transport and warehousing. This was partly mitigated by increased profits in the Kenya transport activity following improved fleet utilization.

Packing and Shipping

Sugar packing realised a PAT of Rs 1.9m with slightly higher volumes (Q3 2021: Rs 1.7m). Shipping achieved a reduced PAT of Rs 9.1m (Q3 2021: Rs 13.8m) due to more project-related activities last year.

Results for the nine months to March 2022

Group revenues and PAT for the nine months period increased by 21.8% to Rs 3,472m (March 21: Rs 2,850.1m) and 20.6% to Rs 157.4m (March 21: Rs 130.5m) respectively.

Outlook

Based on the trend of the last nine months, the profitability for the FY22 is expected to improve compared to last year.

By order of the Board

10 May 2022

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2022

In Rs 000	THE GROUP		
	Unaudited 31 March 2022	Audited 31 March 2021	Audited 30 June 2021
Net cash generated from operating activities	263,739	405,120	519,417
Net cash used in investing activities	(418,472)	(58,867)	(87,278)
Net cash generated from/(used in) financing activities	99,309	(190,435)	(265,976)
Net (decrease)/increase in cash and cash equivalents	(55,424)	155,818	166,163
Cash and cash equivalents - opening	433,084	238,004	238,004
Effects of exchange rate on cash and cash equivalents	(3,717)	7,074	28,917
Cash and cash equivalents - closing	373,943	400,896	433,084

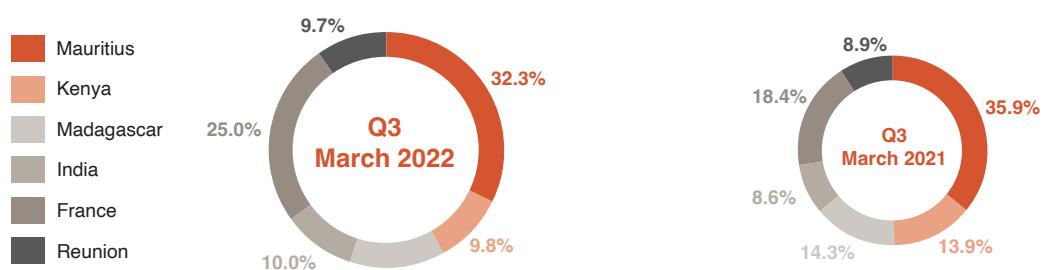
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2022

In Rs 000	THE GROUP					
	Share capital	Other reserves	Retained earnings	Attributable to owners of the parent	Non-controlling interests	Total
At 1 July 2020	1,019,294	225,715	244,088	1,489,097	172,487	1,661,584
Profit for the period	-	-	103,014	103,014	27,497	130,511
Other comprehensive (loss)/income for the period	-	3,153	-	3,153	297	3,450
Total comprehensive income for the period	-	3,153	103,014	106,167	27,794	133,961
Dividends	-	-	(22,000)	(22,000)	(3,325)	(25,325)
At 31 March 2021	1,019,294	228,868	325,102	1,573,264	196,956	1,770,220
At 1 July 2021	1,019,294	260,004	318,031	1,597,329	213,429	1,810,758
Profit for the period	-	-	145,293	145,293	12,082	157,375
Other comprehensive (loss)/income for the period	-	(15,178)	-	(15,178)	204	(14,974)
Total comprehensive (loss)/income for the period	-	(15,178)	145,293	130,115	12,286	142,401
Acquisition of non-controlling interests	-	-	(43,693)	(43,693)	(175,321)	(219,014)
Dividends	-	-	(27,120)	(27,120)	(9,857)	(36,977)
At 31 March 2022	1,019,294	244,826	392,511	1,656,631	40,537	1,697,168

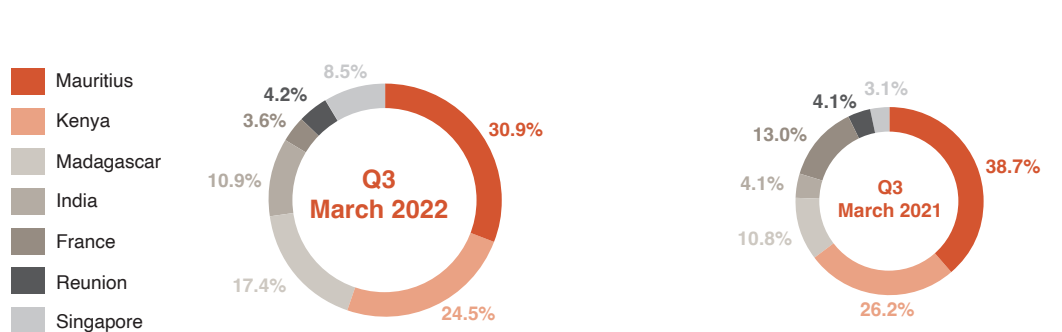
SECTOR ANALYSIS

In Rs 000	THE GROUP				
	Unaudited 3 months ended 31 March 2022	Unaudited 3 months ended 31 March 2021	Unaudited 9 months ended 31 March 2022	Audited 9 months ended 31 March 2021	Audited year ended 30 June 2021
REVENUE					
Activity					
Freight Forwarding, Customs Brokerage and Courier	810,638	660,693	2,692,371	1,919,904	2,540,213
Port Related and Transport Services	173,408	218,117	653,787	774,937	969,748
Packing & Shipping	38,165	48,903	125,870	155,260	197,794
Revenue from Sale of Services	1,022,211	927,713	3,472,028	2,850,101	3,707,755
PROFIT FOR THE PERIOD/YEAR					
Activity					
Freight Forwarding, Customs Brokerage and Courier	34,440	12,953	76,743	4,103	13,086
Port Related and Transport Services	(2,100)	12,548	51,922	89,872	93,678
Packing & Shipping	10,967	13,747	28,710	36,536	44,288
	43,307	39,248	157,375	130,511	151,052

SHARE OF REVENUE BY COUNTRY



SHARE OF OPERATIONAL PROFITABILITY BY COUNTRY



The abridged financial statements of the Group are unaudited and have been prepared using the same accounting policies as the audited financial statements for the year ended 30 June 2021.

These financial statements are issued pursuant to DEM Rule 17 and the Securities Act 2005.

Copies of the statement of direct and indirect interests of Officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and the financial statements are available free of charge upon request made to the Company Secretary at the registered office of Rogers House, No.5 President John Kennedy Street, Port Louis.

The Board of Directors of Velogic Holding Company Limited accepts full responsibility for the accuracy of the information contained in these financial statements.