

Vivo Energy Mauritius Limited - Abridged Financial Statements

INCOME STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2020

	Unaudited Three months ended 31 March 2020 Rs'000	Unaudited Three months ended 31 March 2019 Rs'000
Revenue from contracts with customers	2,619,451	2,914,017
Cost of sales	(2,431,269)	(2,677,266)
Gross profit	188,182	236,751
Other income	15,287	15,362
Other losses on exchange – net	37,846	(3,685)
Distribution costs	(10,537)	(9,999)
Administrative expenses	(112,974)	(128,316)
Operating profit	117,804	110,113
Finance income	854	1,879
Finance costs	(7,516)	(10,418)
Finance costs – net	(6,662)	(8,539)
Share of profit of joint ventures	1,971	1,806
Profit before income tax	113,113	103,380
Income tax expense	(13,249)	(16,714)
Profit for the period	99,864	86,666
Basic and diluted earnings per share	Rs 3.41	2.96
Number of shares used in the calculation	000's 29,322	29,322

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED 31 MARCH 2020

	Unaudited Three months ended 31 March 2020 Rs'000	Unaudited Three months ended 31 March 2019 Rs'000
Profit for the period	99,864	86,666
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Re-measurements of retirement benefit obligations	(96,665)	22,317
Effects of deferred tax credit/(expense) on re-measurements of retirement benefit obligations	16,433	(3,794)
Other comprehensive income for the period, net of tax	(80,232)	18,523
Total comprehensive income for the period	19,632	105,189

STATEMENT OF FINANCIAL POSITION - 31 MARCH 2020

	Unaudited 31 March 2020 Rs'000	Audited 31 December 2019 Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,236,101	1,251,449
Intangible assets	242	345
Right-of-use assets	236,207	247,711
Prepaid leases	7,907	8,050
Financial assets at amortised cost	4,822	4,695
Investment in joint ventures	35,285	33,315
	1,520,564	1,545,565
Current assets		
Inventories	1,117,027	625,854
Trade and other receivables	1,450,843	1,109,721
Cash and cash equivalents	452,397	214,524
	3,020,267	1,950,099
Total assets	4,540,831	3,495,664
EQUITY & LIABILITIES		
Equity		
Share capital	293,223	293,223
Retained earnings	677,477	770,149
Total equity	970,700	1,063,372
LIABILITIES		
Non-current liabilities		
Deferred income tax liabilities	55,619	81,591
Retirement benefit obligations	145,306	52,339
Lease liability	233,760	245,576
	434,685	379,506
Current liabilities		
Bank overdrafts	406,484	90,994
Trade and other payables	2,206,339	1,468,402
Deposits on LPG cylinders	434,361	428,028
Current income tax liabilities	33,888	11,101
Lease liability	54,374	54,261
	3,135,446	2,052,786
Total liabilities	3,570,131	2,432,292
Total equity and liabilities	4,540,831	3,495,664

STATEMENT OF CHANGES IN EQUITY

FOR THE THREE MONTHS ENDED 31 MARCH 2020

	Share capital Rs'000	Retained earnings Rs'000	Total equity Rs'000
At 01 January 2020	293,223	770,149	1,063,372
Comprehensive income			
Profit for the period	-	99,864	99,864
Other comprehensive income	-	(80,232)	(80,232)
Total comprehensive income	-	19,632	19,632
Transactions with owners			
Dividends declared	-	(112,304)	(112,304)
Total transactions with owners	-	(112,304)	(112,304)
At 31 March 2020	293,223	677,477	970,700
At 01 January 2019	293,223	764,014	1,057,237
Comprehensive income			
Profit for the period	-	86,666	86,666
Other comprehensive income	-	18,523	18,523
Total comprehensive income	-	105,189	105,189
Transactions with owners			
Dividends declared	-	(119,342)	(119,342)
Total transactions with owners	-	(119,342)	(119,342)
At 31 March 2019	293,223	749,861	1,043,084

STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED 31 MARCH 2020

	Unaudited Three months ended 31 March 2020 Rs'000	Unaudited Three months ended 31 March 2019 Rs'000
Cash flows from operating activities		
Profit before income tax	113,113	103,380
Adjustments for:		
Depreciation on property, plant and equipment	30,740	29,755
Depreciation on right-of-use assets	11,319	11,319
Amortisation of intangible assets	104	180

STATEMENT OF CASH FLOWS (continued)

FOR THE THREE MONTHS ENDED 31 MARCH 2020

	Unaudited Three months ended 31 March 2020 Rs'000	Unaudited Three months ended 31 March 2019 Rs'000
Amortisation of prepaid leases	142	145
Loss allowance for receivables	(252)	2,131
Interest expense	7,516	9,488
Interest income	(854)	(1,879)
Unrealised gain on exchange	(33,350)	(4,918)
Gain on de-recognition of leases	(119)	-
Share of profit of joint venture	(1,971)	(1,806)
Charge for retirement benefit obligations	752	1,059
Cash generated before working capital changes	127,140	148,854
(Increase)/decrease in inventories	(491,173)	107,967
(Increase)/decrease in receivables and prepayments	(312,357)	125,830
Increase/ (decrease) in trade and other payables	625,662	(517,645)
Increase in deposits on LPG cylinders	6,333	4,051
Cash used in operations	(44,395)	(130,943)
Interest paid	(7,516)	(9,488)
Income tax paid	-	-
Retirement benefit contributions paid	(4,449)	(4,682)
Net cash used in operating activities	(56,360)	(145,113)
Cash flows from investing activities		
Interest received	854	1,879
Payments for purchase of property, plant and equipment	(15,391)	(20,013)
Net cash used in investing activities	(14,537)	(18,134)
Cash flows from financing activities		
Repayment of lease liability	(11,399)	(10,482)
Net cash used in financing activities	(11,399)	(10,482)
Net decrease in cash, cash equivalents and bank overdrafts	(82,296)	(173,729)
Cash, cash equivalents and bank overdrafts at beginning of year	123,530	240,829
Effect of exchange rate changes on cash and bank overdrafts	4,679	3,685
Cash, cash equivalents and bank overdrafts at end of period	45,913	70,785

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED 31 MARCH 2020

1. GENERAL INFORMATION

Vivo Energy Mauritius Limited (the "Company") is a limited liability company listed on the Stock Exchange of Mauritius and is incorporated and domiciled in Mauritius.

This condensed interim financial information was authorised for issue by the Board of Directors on 19 June 2020.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

This condensed interim financial information for the three months ended 31 March 2020 has been prepared in accordance with and complies with International Accounting Standard IAS 34, Interim Financial Reporting. This condensed interim financial information should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

The principal accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the previous year's audited financial statements.

3. SEGMENT INFORMATION

Three months ended 31 March 2020

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	1,497,717	1,121,734	2,619,451
Segment results	99,281	69,490	168,771
Unallocated costs			(50,967)
Operating profit			117,804

Three months ended 31 March 2019

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	1,686,627	1,227,390	2,914,017
Segment results	65,311	54,887	120,198
Unallocated costs			(10,085)
Operating profit			110,113

31 March 2020

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Segment assets	1,620,397	2,184,237	3,804,634
Joint venture	17,161	18,124	35,285
Unallocated assets			700,912
Total assets			4,540,831
Segment liabilities	637,445	1,927,574	2,565,019
Unallocated liabilities			1,005,112
Total liabilities			3,570,131

31 December 2019

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Segment assets	1,545,643	1,146,511	2,692,154
Joint venture	15,563	17,752	33,315
Unallocated assets			770,195
Total assets			3,495,664
Segment liabilities	1,088,793	997,766	2,086,559
Unallocated liabilities			345,733
Total liabilities			2,432,292

4. REVIEW OF RESULTS

We are pleased with the performance for the first quarter in 2020 achieved in a challenging operating context. Overall, profitability growth was offset by the impact of the COVID-19 pandemic on the economy.

5. PROSPECTS

Due to the uncertainty caused by the Covid-19 pandemic across the globe, many variables used to forecast performance in 2020 are changing and are not easily discernible. Consequently, no interim dividends will be declared for the first quarter of 2020. We are confident that this situation will improve in the short term. Nevertheless, we are confident that our responsive and resilient business model will enable our company to adapt to the changing conditions in 2020. Further guidance on 2020 performance will be provided later as the situation improves.

6. CONDENSED INTERIM FINANCIAL INFORMATION

This condensed interim financial information is unaudited.

The statement of direct and indirect interests of officers of the Company required under Rule 8 (2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, Executive Services Limited, Les Jamalacs Building, Jules Koenig Street, Port Louis.

Copies of this condensed interim financial information are available free of charge on request at the registered office of the Company, Roche-Bois, Port Louis.

This condensed interim financial information is issued pursuant to Listing Rule 12.20.

The Board of Directors of Vivo Energy Mauritius Limited accepts full responsibility for the information contained in this unaudited condensed interim financial information.

BY ORDER OF THE BOARD
19 June 2020