

INNODIS LTD

CONDENSED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

CONDENSED STATEMENTS OF PROFIT OR LOSS

	CONSOLIDATED Year Ended 30 Jun 24 Audited Rs'000	CONSOLIDATED Year Ended 30 Jun 23 Audited Rs'000	SEPARATE Year Ended 30 Jun 24 Audited Rs'000	SEPARATE Year Ended 30 Jun 23 Audited Rs'000
Revenue	6,162,755	6,159,640	3,220,300	3,132,729
Expected credit loss movement	6,273	(14,413)	6,401	(2,225)
Profit from operating activities	234,076	277,119	127,412	140,716
Finance income	14,316	28,431	14,191	8,709
Finance costs	(144,954)	(134,211)	(78,658)	(65,024)
Profit before tax	103,438	171,339	62,945	84,401
Income tax expense	(6,780)	(32,433)	(6,786)	(16,711)
Profit for the year	96,658	138,906	56,159	67,690
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Actuarial gain/(loss) on retirement benefit obligations	19,119	(7,402)	50,050	7,456
Deferred tax on retirement benefit obligations	(3,227)	1,239	(8,509)	(1,267)
Fair value gain/(loss) on equity instruments designated at fair value through other comprehensive income	10,597	(2,736)	834	(2,736)
Revaluation gain on land & building	-	-	-	2,204
	26,489	(8,899)	42,375	5,657
Items that are or may be reclassified to profit or loss				
Foreign currency translation arising on foreign operations	8,641	4,886	-	-
Other comprehensive income/(loss) for the year	35,130	(4,013)	42,375	5,657
Total comprehensive income for the year	131,788	134,893	98,534	73,347
Profit attributable to:				
Owners of the company	65,039	112,298		
Non-controlling interest	31,619	26,608		
Profit for the year	96,658	138,906		
Total comprehensive income attributable to:				
Owners of the company	99,038	108,610		
Non-controlling interest	32,750	26,283		
Total comprehensive income for the year	131,788	134,893		
Basic and diluted earnings per share (Rs)	1.77	3.06		

CONDENSED STATEMENTS OF CASH FLOWS

	CONSOLIDATED Year Ended 30 Jun 24 Audited Rs'000	CONSOLIDATED Year Ended 30 Jun 23 Audited Rs'000	SEPARATE Year Ended 30 Jun 24 Audited Rs'000	SEPARATE Year Ended 30 Jun 23 Audited Rs'000
Net cash generated/(utilised) from operating activities	450,210	71,010	120,970	(2,184)
Net cash used in investing activities	(331,597)	(193,985)	(194,121)	(1,583)
Net cash (used in)/from financing activities	(123,534)	18,562	64,826	(64,355)
Net decrease in cash and cash equivalents	(4,921)	(104,413)	(8,325)	(68,122)
Effects of exchange rate fluctuations on cash and cash equivalents	977	1,552	-	-
Cash and cash equivalents at beginning of year	(185,293)	(82,432)	(177,722)	(109,600)
Cash and cash equivalents at end of year	(189,237)	(185,293)	(186,047)	(177,722)

COMMENTS

Group turnover for the financial year ended 30th June 2024 remained steady at Rs.16 billion, closely matching the previous year's performance. However, profit from operations fell to Rs.96.7 million, down from Rs.138.9 million, driven by rising finance and operating costs, as well as statutory wage adjustments. The last quarter was further affected by a downturn in poultry flock performance, leading to a reduced valuation of biological assets and diminished profitability in both breeder and broiler operations.

At the Company level, turnover saw a modest increase to Rs.3.2 billion. Despite this, profitability was hit by rising finance costs and the continued inclusion of certain product ranges under government price control, which have strained our margins. Competitive market conditions and weakened consumer purchasing power limited our ability to pass on cost increases, resulting in a decline in profit from operations from Rs.67.7 million last year to Rs.56.2 million.

Earnings per share (EPS) stood at Rs.1.77 compared with Rs.2.47 for the corresponding period last year, after adjusting for the insurance proceeds of Rs.26 million that were included in last year's Group results.

In response to the above challenges, the Group is optimising its internal warehousing and storage capacities. Our new cold storage facility at Beau Climat is fully operational, and our Supercash premises in Phoenix, alongside the former rice mill at Trianon, have been refurbished and repurposed for dry and chilled product storage. Within our commercial division, inventory optimisation efforts are successfully reducing stockholding and finance costs.

Looking ahead, government initiatives aimed at boosting disposable income are expected to drive increased consumer spending, positioning our businesses back on a growth trajectory. The outlook for the upcoming financial year appears more promising, particularly with the improvements already observed in our poultry flocks, which have been performing closer to expected standards since early September 2024. Additionally, the recent reduction in the Key Rate is anticipated to ease our finance costs in the coming months which would be partly mitigated by the recently announced salary adjustments. We remain optimistic that our ongoing commitment to innovation, equipment modernisation, and selective price adjustments to manage rising costs will fuel progress and lead to stronger results moving forward.

By order of the Board

Box Office Ltd
Corporate Secretary
27th Sep 2024

The condensed audited financial statements have been extracted from the audited financial statements for the year ended 30 June 2024, which have been prepared in accordance with International Financial Reporting Standards and have been audited by Messrs Ernst & Young.

Copies of this report are available free of charge at the registered office of the Company. The statement of direct and indirect interests of insiders pursuant to rule 8 (2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available free of charge, at the registered office of Innodis Ltd, BRN: C06002174.

This report is pursuant to Listing Rule 12.14 and Securities Act 2005. The Board of Directors of Innodis Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.

CONDENSED STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED Year Ended 30 Jun 24 Audited Rs'000	CONSOLIDATED Year Ended 30 Jun 23 Audited Rs'000	SEPARATE Year Ended 30 Jun 24 Audited Rs'000	SEPARATE Year Ended 30 Jun 23 Audited Rs'000
ASSETS				
Property, plant and equipment	2,378,487	2,158,963	534,941	303,929
Right-of-use assets	216,689	234,762	58,769	60,586
Intangible assets and goodwill	17,889	19,082	-	-
Bearer biological assets	22,284	28,293	-	-
Investment properties	-	-	470,595	466,618
Investments in subsidiaries	-	-	377,130	374,436
Other investments	35,560	24,426	25,260	24,426
Deferred tax assets	7,805	3,655	-	-
Retirement benefit obligation	10,366	-	10,366	-
Current assets	2,694,681	3,105,560	1,544,338	1,857,460
Total assets	5,383,761	5,574,741	3,021,399	3,087,455
EQUITY AND LIABILITIES				
Shareholders' equity				
Owners' interest	1,839,029	1,807,942	1,320,794	1,254,584
Non-controlling interest	324,936	304,436	-	-
Total shareholders' equity	2,163,965	2,112,378	1,320,794	1,254,584
Non-current liabilities	1,149,761	1,210,187	664,760	717,726
Current liabilities	2,070,035	2,252,176	1,035,845	1,115,145
Total equity and liabilities	5,383,761	5,574,741	3,021,399	3,087,455

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Share capital Rs'000	Share premium Rs'000	Revaluation reserve Rs'000	Foreign exchange translation deficit Rs'000	Fair value reserve of financial assets at FVOCI Rs'000	Retained earnings Rs'000	Total Rs'000	Non Controlling Interest Rs'000	Total Shareholders' Equity Rs'000
CONSOLIDATED									
At 01 Jul 2022	367,303	5,308	636,291	(36,247)	(1,280)	795,908	1,767,283	290,403	2,057,686
Profit for the year	-	-	-	-	-	112,298	112,298	26,608	138,906
Other comprehensive income for the year	-	-	(8,723)	4,324	(2,736)	3,447	(3,688)	(325)	(4,013)
Dividend	-	-	-	-	-	(67,951)	(67,951)	(12,250)	(80,201)
At 30 Jun 2023	367,303	5,308	627,568	(31,923)	(4,016)	843,702	1,807,942	304,436	2,112,378
Profit for the year	-	-	-	-	-	65,039	65,039	31,619	96,658
Other comprehensive income for the year	-	-	(7,407)	8,785	10,597	22,024	33,999	1,131	35,130
Dividend	-	-	-	-	-	(67,951)	(67,951)	(12,250)	(80,201)
At 30 Jun 2024	367,303	5,308	620,161	(23,138)	6,581	862,814	1,839,029	324,936	2,163,965
SEPARATE									
At 01 Jul 2022	367,303	5,308	324,393	-	(1,280)	553,464	1,249,188		
Profit for the year	-	-	-	-	-	67,690	67,690		
Other comprehensive income for the year	-	-	1,001	-	(2,736)	7,392	5,657		
Dividend	-	-	-	-	-	(67,951)	(67,951)		
At 30 Jun 2023	367,303	5,308	325,394	-	(4,016)	560,595	1,254,584		
Profit for the year	-	-	-	-	-	56,159	56,159		
Other comprehensive income for the year	-	-	(1,456)	-	834	42,997	42,375		
Effect of amalgamation	-	-	45,767	-	-	(10,140)	35,627		
Dividend	-	-	-	-	-	(67,951)	(67,951)		
At 30 Jun 2024	367,303	5,308	369,705	-	(3,182)	581,660	1,320,794		