

**PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2024**



**GROUP CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

MUR'000	Audited 30 June 2024	Audited 30 June 2023
Revenue from contract with customers	3,428,288	3,377,606
Gross profit	1,361,268	1,267,262
Allowance for expected credit losses	(13,776)	(1,981)
Earnings before interest, tax, depreciation and amortisation	526,394	514,067
Depreciation and amortisation	(181,538)	(171,891)
Finance costs	(48,613)	(44,483)
Share of loss of associate	(7,693)	(183)
Profit before taxation and gain on business combination	288,550	297,510
Gain on business combination	-	52,973
Profit before taxation	288,550	350,483
Taxation	(72,967)	(75,114)
<b>Profit for the year</b>	<b>215,583</b>	<b>275,369</b>
Other comprehensive income/(loss) for the year	45,972	(31,297)
<b>Total comprehensive income for the year</b>	<b>261,555</b>	<b>244,072</b>
<b>Profit attributable to:</b>		
Owners of the parent	196,449	264,935
Non-controlling interest	19,134	10,434
	215,583	275,369
<b>Total comprehensive income attributable to:</b>		
Owners of the parent	243,042	233,837
Non-controlling interest	18,513	10,235
	261,555	244,072
Earnings per share (EPS)	MUR 2.10	MUR 2.83
Number of ordinary shares in issue	93,515,565	93,515,565
Dividend per ordinary share	MUR 1.13	MUR 1.20

**GROUP CONDENSED STATEMENT OF FINANCIAL POSITION**

MUR'000	Audited 30 June 2024	Audited 30 June 2023
<b>ASSETS</b>		
<b>Non-current assets</b>		
Non-current assets	1,726,896	1,688,889
Right-of-use assets	315,473	253,941
	2,042,369	1,940,810
<b>Current assets</b>		
Total assets	1,598,786	1,541,653
	3,641,155	3,482,463
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Shareholders' interest	1,905,638	1,765,834
Non-controlling interest	48,488	45,806
<b>Total equity</b>	<b>1,954,126</b>	<b>1,811,640</b>
<b>Non-current liabilities</b>		
Current liabilities	702,863	636,664
Total liabilities	984,166	1,034,159
	1,687,029	1,670,823
<b>Total equity and liabilities</b>	<b>3,641,155</b>	<b>3,482,463</b>
Net asset value per share (NAVPS)	MUR 20.38	MUR 18.88

**GROUP CONDENSED STATEMENT OF CASH FLOWS**

MUR'000	Audited 30 June 2024	Audited 30 June 2023
Net cash generated from operating activities	300,225	379,423
Net cash used in investing activities	(143,324)	(22,562)
Net cash used in financing activities	(254,469)	(305,052)
Net (decrease)/ increase in cash and cash equivalents	(97,568)	51,809
Cash and cash equivalents - opening	466,063	408,587
Effects of exchange rate on cash and cash equivalents	9,190	5,667
Cash and cash equivalents - closing	377,685	466,063

**GROUP CONDENSED STATEMENT OF CHANGES IN EQUITY**

MUR'000	Attributable to owners of the parent	Non-controlling interest	Total
At 1 July 2022	1,644,215	44,651	1,688,866
Profit for the year	264,935	10,434	275,369
Other comprehensive loss for the year	(31,098)	(199)	(31,297)
Total comprehensive income for the year	233,837	10,235	244,072
Dividends	(112,218)	(9,080)	(121,298)
<b>At 30 June 2023</b>	<b>1,765,834</b>	<b>45,806</b>	<b>1,811,640</b>
At 1 July 2023	1,765,834	45,806	1,811,640
Profit for the year	196,449	19,134	215,583
Other comprehensive income/(loss) for the year	46,593	(621)	45,972
Total comprehensive income for the year	243,042	18,513	261,555
Dividends	(105,672)	(13,097)	(118,769)
Acquisition of non-controlling interest	2,434	(2,734)	(300)
<b>At 30 June 2024</b>	<b>1,905,638</b>	<b>48,488</b>	<b>1,954,126</b>

**SECTOR ANALYSIS**

MUR'000	Revenue		Profit	
	30 June 2024	30 June 2023	30 June 2024	30 June 2023*
<b>Mauritius</b>				
Cross-border logistics	783,202	963,886	53,440	58,509
Landside logistics	720,437	597,222	40,624	34,967
Packing & shipping	184,540	144,220	35,972	10,636
<b>Sub-total Mauritius</b>	<b>1,688,179</b>	<b>1,705,428</b>	<b>130,036</b>	<b>104,112</b>
<b>Overseas</b>				
Cross-border logistics	1,173,064	1,241,247	61,217	58,923
Landside logistics	567,045	430,931	18,205	53,075
Packing & shipping	-	-	6,125	6,286
<b>Sub-total Overseas</b>	<b>1,740,109</b>	<b>1,672,178</b>	<b>85,547</b>	<b>118,284</b>
<b>Total</b>	<b>3,428,288</b>	<b>3,377,606</b>	<b>215,583</b>	<b>222,396</b>

\*Excludes gain on business combination

**Comments on Results**

**Group Performance for the year ended 30 June 2024**

The Group performance for the year under review was in line with the previous year, achieving increases of 2% in both Revenue and Ebitda, but a 3% drop in Profit After Tax to MUR 216 m. (FY 23: MUR 222 m). This result was achieved despite a challenging operating environment in our key markets.

**Highlights by Geography**

**Mauritius**

In Mauritius, Revenue decreased by 1% to MUR 1,688 m (FY23: MUR 1,705 m), yet both Ebitda and Profit After Tax improved by 11% to MUR 317 m and 25% to MUR 130 m respectively.

The Cross-Border Logistics segment encountered challenges, including declines in garments exports and express courier volumes, coupled with low freight rates. As a result, Revenue fell by 19%, leading to a 9% drop in profitability.

Landside Logistics segment achieved growth of 21% in Revenue and 16% in profitability, driven by robust performance in haulage operations, which saw increased volumes across all areas. Additionally, the warehousing and container depot services experienced significant gains in Revenue fueled by rising demand for warehousing space and an increased number of containers handled and stored.

Sugar packing operations which benefitted from higher prices, more remunerative product mix and favourable exchange rate, reported higher Revenue and profitability. Shipping operations, experienced a 24% increase in Revenue on account of higher number of vessels serviced during the year resulting in improved profitability.

**Overseas**

While our Revenue was up by 4% to reach MUR 1,740 m (FY 23: MUR 1,672 m), Ebitda and Profit After Tax fell by 8% to MUR 209 m and 28% to MUR 86 m respectively.

In Kenya, the full-year inclusion of Rongai Workshop and Transport Ltd, compared to just seven months in FY 23, led to a 26% Revenue increase. However, our operations were adversely affected by a challenging macroeconomic environment. The volatility of the Kenyan Shilling against major currencies, coupled with higher interest rates, slowed imports for consumption and drove up diesel costs. This led to pressure on margins, as it proved difficult to immediately pass on these increased costs to customers in a market with excess haulage capacity.

In India, Revenue grew due to higher air shipment volumes, but profitability declined due to lower margins in an intensely competitive market.

Madagascar achieved an 11% increase in profitability over the previous year, driven by an improved margin following market diversification.

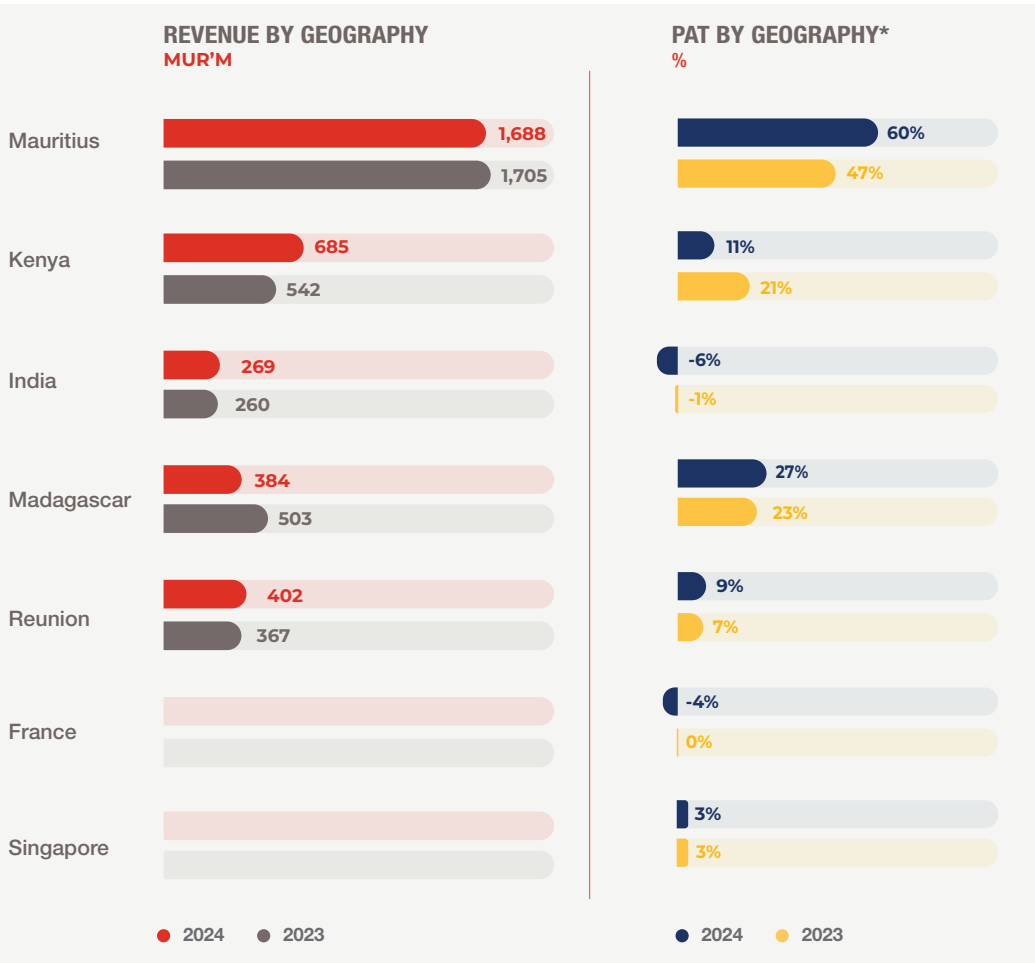
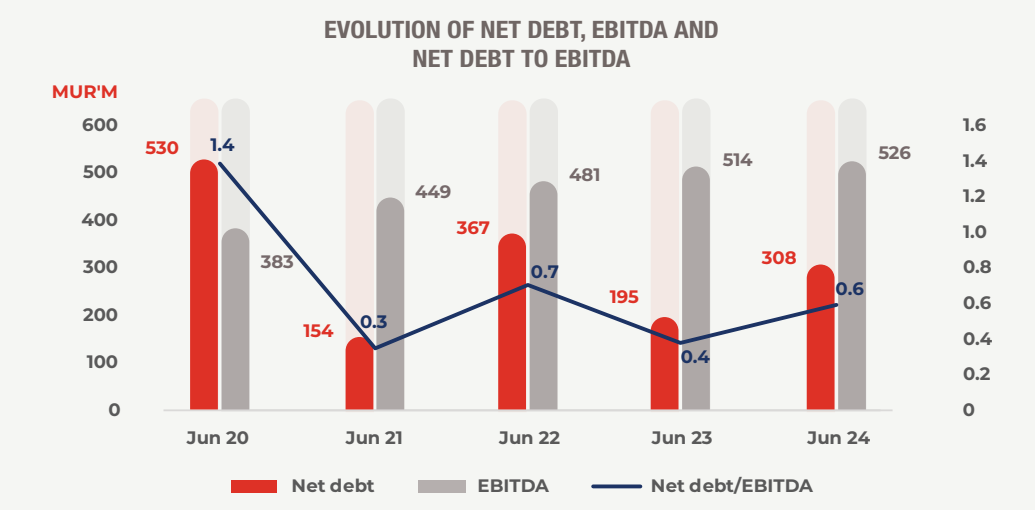
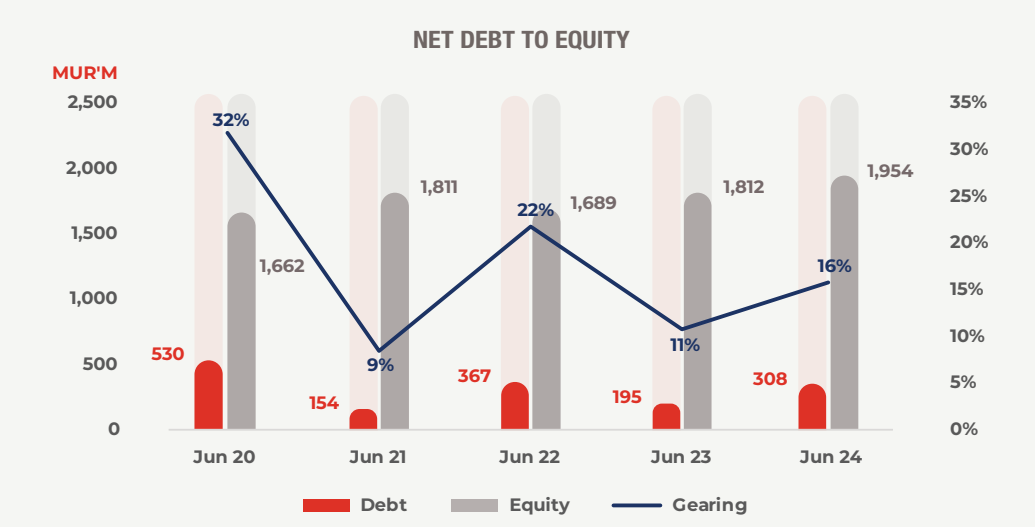
In Reunion, Revenue and profitability went up by 10% and 21%, respectively, on account of higher air imports and express courier volumes, which picked up during the second half of the financial year.

The decline in garments imports led to a loss of MUR 8 m, being our share of a MUR 24 m loss in France. In response, the Board decided in May 2024 to divest the remaining 30% of the company's shares to the majority shareholder.

**Outlook**

At the beginning of financial year 2025, the Group acquired a Cross-Border Logistics company in Mauritius and also set up new operations in Tanzania. We remain optimistic about the opportunities that 2025 offers for returning to growth in profitability, especially with the improvement of the business environment in Kenya.

By order of the Board  
18 September 2024



\*Excludes gain on business combination

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 2024.

These financial statements are issued pursuant to DEM Rule 18.1 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 at 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.