

PHOENIX INVESTMENT COMPANY LIMITED

BRN: Co7001226

CONDENSED AUDITED RESULTS FOR THE YEAR ENDED 30 JUNE 2023

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.06.23 Audited Rs'000	As at 30.06.22 Audited Rs'000	As at 30.06.23 Audited Rs'000	As at 30.06.22 Audited Rs'000
ASSETS				
Non-current assets				
Property, plant and equipment	4,537,933	4,524,351	-	-
Investments and others	1,325,171	1,125,274	2,703,603	3,060,682
	5,863,104	5,649,625	2,703,603	3,060,682
Current assets	3,191,000	2,634,887	6,288	51,306
Total assets	9,054,104	8,284,512	2,709,891	3,111,988
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to owners of the Company	1,831,168	1,670,389	2,703,885	3,060,835
Non-controlling interests	4,239,216	3,882,015	-	-
Total equity	6,070,384	5,552,404	2,703,885	3,060,835
Non-current liabilities	1,171,041	989,941	-	-
Current liabilities	1,812,679	1,742,167	6,006	51,153
Total equity and liabilities	9,054,104	8,284,512	2,709,891	3,111,988

CONDENSED INCOME STATEMENTS

	THE GROUP		THE COMPANY	
	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000
Revenue	10,608,594	9,014,922	-	-
Profit before finance income/(costs)	887,167	575,051	(2,292)	(3,483)
Finance income	461	982	81,618	67,845
Finance costs	(39,674)	(31,497)	-	-
	847,954	544,536	79,326	64,362
Share of results of associate	(341)	(78)	-	-
Profit before tax	847,613	544,458	79,326	64,362
Tax expense	(118,022)	(131,221)	-	-
Profit for the year	729,591	413,237	79,326	64,362
Attributable to:				
Owners of the Company	224,739	125,944	79,326	62,587
Non-controlling interests	504,852	287,293	-	-
	729,591	413,237	79,326	62,587
Earnings per share				
Earnings attributable to Owners of the Company (Rs '000)	224,739	125,944	79,326	64,362
Number of shares in issue ('000)	5,685	5,685	5,685	5,685
Earnings per share (Rs.Cs)	39.53	22.15	13.95	11.32

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000
Profit for the year	729,591	413,237	79,326	64,362
<i>Other comprehensive income:</i>				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Revaluation on land and buildings	-	402,354	-	-
Changes in fair value of equity instrument at fair value through other comprehensive income	-	-	(357,079)	-
Remeasurements of employment benefit obligations	(44,015)	727	-	-
Deferred tax on revaluation of land and buildings	-	(45,264)	-	-
Deferred tax on post employment benefit obligations	7,509	(56)	-	-
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange differences on translating foreign operations	85,737	(80,684)	-	-
Other movements on associate	(111)	35	-	-
Total comprehensive income/(loss) for the year	778,711	690,349	(277,753)	64,362
Total comprehensive income attributable to:				
Owners of the Company	239,976	269,392	(277,753)	64,362
Non-controlling interests	538,735	478,475	-	-
	778,711	747,867	(277,753)	64,362

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000
Net cash generated from/(used in) operating activities	785,406	740,436	(2,411)	(1,892)
Net cash (used in)/generated from investing activities	(406,907)	(299,339)	128,039	66,315
Net cash used in financing activities	(505,654)	(403,543)	(124,226)	(63,676)
(Decrease)/increase in cash and cash equivalents	(127,155)	37,554	1,402	747
Opening cash and cash equivalents	391,299	373,592	4,886	4,139
Effects of foreign exchange rate changes	24,117	(19,847)	-	-
Closing cash and cash equivalents	288,261	391,299	6,288	4,886

SEGMENTAL INFORMATION

	THE GROUP	
	Year ended 30.06.23 Audited Rs'000	Year ended 30.06.22 Audited Rs'000
Segment Revenue		
Local	8,876,774	7,394,710
Overseas	1,731,820	1,620,212
	10,608,594	9,014,922
Segment results		
Local	683,215	430,205
Overseas	203,952	144,846
	887,167	575,051

CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company							
	Share capital Rs'000	Share premium Rs'000	Revaluation and other reserves Rs'000	Fair value reserve Rs'000	Retained earnings Rs'000	Total Rs'000	Non-controlling interests Rs'000	Total Rs'000
At 1 July 2022	56,854	36,545	463,746	(498)	1,113,742	1,670,389	3,882,015	5,552,404
Total comprehensive income for the year	-	-	26,595	(34)	213,415	239,976	538,735	778,711
Transfer	-	-	-	532	(532)	-	-	-
Dividends	-	-	-	-	(79,197)	(79,197)	(181,534)	(260,731)
At 30 June 2023	56,854	36,545	490,341	-	1,247,428	1,831,168	4,239,216	6,070,384

At 1 July 2021	56,854	36,545	378,005	(509)	1,055,608	1,526,503	3,551,935	5,078,438
Total comprehensive income for the year	-	-	85,741	11	126,122	211,874	478,475	690,349
Change in shareholding without affecting control	-	-	-	-	(2,947)	(2,947)	2,505	(442)
Dividends	-	-	-	-	(65,041)	(65,041)	(150,900)	(215,941)
At 30 June 2022	56,854	36,545	463,746	(498)	1,113,742	1,670,389	3,882,015	5,552,404

THE COMPANY

	Share capital Rs'000	Share premium Rs'000	Revaluation and other reserves Rs'000	Fair value reserve Rs'000	Retained earnings Rs'000	Total Rs'000
At 1 July 2022	56,854	36,545	27	2,964,671	2,738	3,061,514
Total comprehensive income /loss for the year	-	-	-	(357,079)	79,326	(277,753)
Dividends	-	-	-	-	(79,197)	(79,197)
At 30 June 2023	56,854	36,545	27	2,607,592	2,867	2,703,885
At 1 July 2021	56,854	36,545	27	2,964,671	3,417	3,061,514
Total comprehensive income for the year	-	-	-	-	64,362	64,362
Dividends	-	-	-	-	(65,041)	(65,041)
At 30 June 2022	56,854	36,545	27	2,964,671	2,738	3,061,514

COMMENTS

Results

Sales volume in Mauritius for the year ended 30 June 2023 increased by 11.1% when compared to the corresponding period last year. In Réunion Island, sales volume was down by 4.4% in respect of the same period last year. Group sales volume for the period increased by 6.8%.

Turnover of our subsidiary company, Phoenix Beverages Limited, for the year under review increased from MUR 7,501.8M to MUR 9,050.5M and profit after tax increased from MUR 409.5M to MUR 556.3M. The prior year comparative results were impacted by (i) the then ongoing Covid-19 conditions prevailing in Mauritius, (ii) the economic and supply chain issues resulting from Russia-Ukraine war and (iii) the exceptional legal and due diligence expenses in respect of the acquisition of a company based in the United Kingdom which did not materialise.

Turnover from our operations in Réunion Island improved from Euro 31.3M (MUR 1,516.4M) to Euro 33.7M (MUR 1,575.2M) due to the combined effects of a better sales mix and price adjustments. Profit after tax for the period increased from Euro 2.5M (MUR 120.3M) in 2022 to Euro 2.9M (MUR 135.3M) in 2023. The economic situation in Réunion Island was impacted by the global economic crisis in the first half of the financial year 2023. Favourable circumstances namely freight subsidies and a new distribution partnership with an international player since January 2023 have helped to mitigate the above negative impact on our performance.

Our subsidiary Phoenix Beverages Overseas Limited recorded a better performance during the year under review as a result of exchange rate fluctuations.

Group turnover for the year under review increased by 17.7% from MUR 9,014.9M to MUR 10,608.6M, and group profit after tax for the period increased from MUR 413.2M to MUR 729.6M.

Group Financial Highlights

	2023	2022	2021
Group Turnover	Rs.M 10,608.6	9,014.9	7,868.4
Group Profit	Rs.M 729.6	413.2	528.6
EBITDA	Rs.M 1,432.7	1,040.0	1,076.0
EPS	Rs. 39.53	22.15	28.60
Gearing	8.4%	4.3%	8.3%

During the year under review, 16.3% (2022: 18.0%) of the Group turnover and 23.0% (2022: 25.2%) of the Group operating profit were derived from our foreign operations.

Fair value of investments

The fair value of Edena S.A. has increased this year mainly due to the depreciation of the MUR against the Euro by 7.0%, which resulted in a gain in the fair value of investments, as recorded in other comprehensive income.

Outlook

The Group will continue to invest in further developing its production units and is exploring acquisition opportunities to complement its organic growth in the region.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary

27 September 2023

Notes:

The above condensed financial statements to 30 June 2023 have been audited by Deloitte. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended 30 June 2023. The auditor's report to the financial statements is unqualified.

Copies of the above condensed audited financial statements, of the full audited financial statements and of the statement of direct and indirect interests of officers of the Company are available free of charge from the Company Secretary at the registered office of the Company, 4th Floor, IBL House, Caudan Waterfront, Port Louis.

The above condensed audited financial statements are issued pursuant to DEM Rule 18 and Section 88 of the Securities Act 2005.

The Board of Directors of Phoenix Investment Company Limited accepts full responsibility for the accuracy of the information contained in these condensed audited financial statements.