

PHOENIX INVESTMENT COMPANY LIMITED

BRN: Co7001226

CONDENSED AUDITED RESULTS FOR THE YEAR ENDED 30 JUNE 2022

CONDENSED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.06.22 Audited Rs'000	As at 30.06.21 Audited Rs'000	As at 30.06.22 Audited Rs'000	As at 30.06.21 Audited Rs'000
ASSETS				
Non-current assets				
Property, plant and equipment	4,524,351	4,175,784	-	-
Investments and others	1,125,274	1,264,577	3,060,682	3,060,682
	5,649,625	5,440,361	3,060,682	3,060,682
Current assets	2,634,887	2,226,478	51,306	49,029
Total assets	8,284,512	7,666,839	3,111,988	3,109,711
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to owners of the Company	1,670,389	1,526,503	3,060,835	3,061,514
Non-controlling interests	3,882,015	3,551,935	-	-
Total equity	5,552,404	5,078,438	3,060,835	3,061,514
Non-current liabilities	989,941	1,133,960	-	-
Current liabilities	1,742,167	1,454,441	51,153	48,197
Total equity and liabilities	8,284,512	7,666,839	3,111,988	3,109,711

CONDENSED INCOME STATEMENTS

	THE GROUP		THE COMPANY	
	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000
Revenue	9,014,922	7,868,359	-	-
Profit before finance income/(costs)	600,775	638,424	(3,483)	(2,708)
Finance income	1,503	778	67,845	65,295
Finance costs	(57,742)	(49,192)	-	-
	544,536	590,010	64,362	62,587
Share of results of associate	(78)	2,725	-	-
Profit before tax	544,458	592,735	64,362	62,587
Tax expense	(131,221)	(64,168)	-	-
Profit for the year	413,237	528,567	64,362	62,587
Attributable to:				
Owners of the Company	125,944	162,583	64,362	62,587
Non-controlling interests	287,293	365,984	-	-
	413,237	528,567	64,362	62,587
Earnings per share				
Earnings attributable to owners of the Company (Rs '000)	125,944	162,583	64,362	62,587
Number of shares in issue ('000)	5,685	5,685	5,685	5,685
Earnings per share (Rs.Cs)	22.15	28.60	11.32	11.01

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000
Profit for the year	413,237	528,567	64,362	62,587
<i>Other Comprehensive income:</i>				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Revaluation/(reversal of revaluation) on land and buildings	402,354	(13,064)	-	-
Changes in fair value of equity instrument at fair value through other comprehensive income	-	-	-	(71,415)
Remeasurements of employment benefit obligations	727	318,729	-	-
Deferred tax on revaluation on buildings	(45,264)	-	-	-
Deferred tax on post employment benefit obligations	(56)	(54,101)	-	-
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange differences on translating foreign operations	(80,684)	95,781	-	-
Other movements on associate	35	(2,907)	-	-
Total comprehensive income for the year	690,349	873,005	64,362	(8,828)
Total comprehensive income attributable to:				
Owners of the Company	211,874	269,392	64,362	(8,828)
Non-controlling interests	478,475	603,613	-	-
	690,349	873,005	64,362	(8,828)

CONDENSED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000
Net cash generated from/(used in) operating activities	740,436	924,546	(1,892)	(2,075)
Net cash (used in)/generated from investing activities	(299,339)	(295,349)	66,315	61,214
Net cash used in financing activities	(403,543)	(342,534)	(63,676)	(58,559)
Increase in cash and cash equivalents	37,554	286,663	747	580
Opening cash and cash equivalents	373,592	66,519	4,139	3,559
Effects of foreign exchange rate changes	(19,847)	20,410	-	-
Closing cash and cash equivalents	391,299	373,592	4,886	4,139

SEGMENTAL INFORMATION

	THE GROUP	
	Year ended 30.06.22 Audited Rs'000	Year ended 30.06.21 Audited Rs'000
Segment Revenue		
Local	7,394,710	6,450,132
Overseas	1,620,212	1,418,227
	9,014,922	7,868,359
Segment results		
Local	455,929	450,045
Overseas	144,846	188,379
	600,775	638,424

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 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
At 1 July 2020	56,854	36,545	352,460	393	873,626	1,319,878	3,093,549	4,413,427
Total comprehensive income for the year	-	-	25,659	(902)	244,635	269,392	603,613	873,005
Transfer	-	-	(114)	-	114	-	-	-
Dividends	-	-	-	-	(62,767)	(62,767)	(145,227)	(207,994)
At 30 June 2021	56,854	36,545	378,005	(509)	1,055,608	1,526,503	3,551,935	5,078,438

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 2021	56,854	36,545	27	2,964,671	3,417
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	3,060,835
At 1 July 2020	56,854	36,545	27	3,036,086	3,597	3,133,109
Total comprehensive income for the year	-	-	-	(71,415)	62,587	(8,828)
Dividends	-	-	-	-	(62,767)	(62,767)
At 30 June 2021	56,854	36,545	27	2,964,671	3,417	3,061,514

COMMENTS

Results

Sales volume from our subsidiaries in Mauritius and in Reunion Island for the year ended to 30 June 2022 were higher by 6.2% and 2.5% respectively as compared to the corresponding period last year.

Turnover from our subsidiary, Phoenix Beverages Limited (PBL) increased by 14.6% from Rs 6,535M to Rs 7,502M and profit before tax increased by 26.5% from Rs 416.5M to Rs 526.7M. The positive results of PBL were mainly driven by (i) the increased sales volume and (ii) a decreased in long term receivables provision from one of our subsidiaries. However, it is worth noting that our profitability was negatively impacted by exceptional expenses relating to legal and due diligence exercises in respect of the aborted acquisition of a company based in United Kingdom and significant increases in the cost of both raw materials and logistics.

Turnover from our operations in Reunion Island increased from Euro 28.3M (Rs 1,348M) to Euro 31.3M (Rs 1,516M), and profit after tax for the period increased by 56.6% from Euro 1.59M (Rs 75.5M) to Euro 2.49M (Rs 120.3M) in 2022. Increased in sales volume and a better sales mix were the main contributors for these improved results.

Group turnover for the year under review increased by 14.6% from Rs 7,868M to Rs 9,015M and Group profit after tax for the period stood at Rs 413.2M (2021: Rs 528.6M). The Group profit after tax was held back by the combined effect of:

- PBL's exceptional expenses and increased costs as described above,
- Lower performance of our subsidiary, Phoenix Beverages Overseas Ltd as a result of exchange rate fluctuation.

Group Financial Highlights

	2022	2021	2020
Group Turnover	Rs.M 9,014.9	7,868.4	7,776.7
Group Profit	Rs.M 413.2	528.6	441.6
EBITDA	Rs.M 1,065.7	1,076.0	957.4
EPS	Rs. 22.15	28.60	23.81
Gearing	4.2%	8.3%	15.4%

During the year under review, 18.0% and 24.1% of the Group turnover and operating profit respectively were derived from our foreign operations.

Revaluation of land and buildings

The Group has on 30 June 2022 revalued its freehold land and buildings resulting in a revaluation surplus of Rs 402.4M.

Outlook

After two years of global economic crisis resulting from the pandemic and the conflict in Ukraine, although some economic indicators in Mauritius are showing positive signs of recovery, the future remains uncertain. The Group will continue its quest for enlarging its portfolio and diversifying its geographical reach by looking for further international expansion.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary
27 September 2022

Notes:

The above condensed financial statements to 30 June 2022 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 2022. 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.