

INNODIS LTD GROUP

CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2014

CONDENSED STATEMENTS OF PROFIT OR LOSS

	CONSOLIDATED Quarter Ended 30 Sep 14 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 13 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 14 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 14 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 13 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 14 Audited Rs'000
Revenue	1,062,576	1,042,349	4,193,470	701,441	678,598	2,847,293
Profit from operating activities	55,776	71,011	209,744	39,669	48,011	194,726
Net finance expense	(12,663)	(10,975)	(48,054)	(10,237)	(7,130)	(33,889)
Share of profit of equity accounted investees	-	85	2,294	-	-	-
Share of tax of equity accounted investees	-	(13)	-	-	-	-
Profit before income tax	43,113	60,108	163,984	29,432	40,881	160,837
Income tax expense	(9,153)	(10,540)	(28,422)	(5,003)	(6,950)	(12,743)
Profit for the period/year	33,960	49,568	135,562	24,429	33,931	148,094
Profit attributable to:						
Owners of the company	30,610	39,524	113,942	24,429	33,931	148,094
Non-controlling interests	3,350	10,044	21,620	-	-	-
	33,960	49,568	135,562	24,429	33,931	148,094
Number of shares	36,730,266	36,730,266	36,730,266			
Earnings per share (Rs)	0.83	1.08	3.10			

CONDENSED STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED Quarter Ended 30 Sep 14 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 13 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 14 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 14 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 13 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 14 Audited Rs'000
ASSETS						
Property, plant and equipment	1,746,590	1,676,886	1,745,952	869,622	859,462	869,001
Investment property	-	3,090	2,149	-	-	-
Biological assets	53,758	39,546	42,891	46,578	39,546	42,891
Intangible assets	6,354	5,669	6,600	-	-	-
Investments	8,560	5,716	8,075	279,551	279,594	279,551
Other non-current assets	14,223	16,727	13,995	178,910	143,380	158,116
Current assets	2,083,223	1,850,764	2,042,067	1,461,550	1,394,770	1,562,359
Total assets	3,912,708	3,598,398	3,861,729	2,836,211	2,716,752	2,911,918
EQUITY AND LIABILITIES						
Shareholders' equity						
Owners' interest	1,781,153	1,870,686	1,748,328	1,559,665	1,576,049	1,535,561
Non-controlling interest	175,595	185,299	169,694	-	-	-
Total shareholders' equity	1,956,748	2,055,985	1,918,022	1,559,665	1,576,049	1,535,561
Non-current liabilities	345,865	175,597	338,612	242,115	122,430	232,926
Current liabilities	1,610,095	1,366,816	1,605,095	1,034,431	1,018,273	1,143,431
Total equity and liabilities	3,912,708	3,598,398	3,861,729	2,836,211	2,716,752	2,911,918

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	CONSOLIDATED Quarter Ended 30 Sep 14 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 13 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 14 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 14 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 13 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 14 Audited Rs'000
Profit for the period/year	33,960	49,568	135,562	24,429	33,931	148,094
Other comprehensive income						
Items that will never be classified to profit or loss						
Revaluation of property, plant and equipment	-	-	-	-	-	-
Deferred tax arising on revaluation reserve	(579)	(459)	924	(325)	(205)	728
Prior year adjustments following revisions (IAS 19)	-	-	(513)	-	-	(755)
	(579)	(459)	411	(325)	(205)	(27)
Items that are or may be reclassified to profit or loss						
Foreign currency translation difference	5,345	2,356	4,392	-	-	-
Other comprehensive income for the period/year	4,766	1,897	4,803	(325)	(205)	(27)
Total comprehensive income for the period/year	38,726	51,465	140,365	24,104	33,726	148,067
Total comprehensive income for the period/year:						
Owners of the company	32,825	41,199	118,889	24,104	33,726	148,067
Non-controlling interests	5,901	10,266	21,476	-	-	-
	38,726	51,465	140,365	24,104	33,726	148,067

CONDENSED STATEMENTS OF CASH FLOWS

	CONSOLIDATED Quarter Ended 30 Sep 14 Unaudited Rs'000	CONSOLIDATED Quarter Ended 30 Sep 13 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 14 Audited Rs'000	SEPARATE Quarter Ended 30 Sep 14 Unaudited Rs'000	SEPARATE Quarter Ended 30 Sep 13 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 14 Audited Rs'000
Net cash from/(used in) operating activities	23,430	(20,448)	(40,439)	7,989	(323)	(29,119)
Net cash (used in)/from investing activities	(38,453)	(25,182)	(173,567)	60	17,458	(71,501)
Net cash (used in)/from financing activities	(24,064)	(9,309)	100,949	(3,928)	(8,260)	43,716
Net (decrease)/increase in cash and cash equivalents	(39,087)	(54,939)	(113,057)	4,121	8,875	(56,904)
Effects of exchange rate movements on cash and cash equivalents	(252)	(252)	-	-	-	-
Cash and cash equivalents at beginning of period/year	(361,775)	(248,718)	(248,718)	(388,704)	(331,801)	(331,800)
Cash and cash equivalents at end of period/year	(401,114)	(303,909)	(361,775)	(384,583)	(322,926)	(388,704)

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Share capital Rs'000	Share premium Rs'000	Revaluation reserve Rs'000	Foreign exchange translation deficit Rs'000	Retained earnings Rs'000	Total Rs'000	Non Controlling Interest Rs'000	Total Shareholders' Equity Rs'000
CONSOLIDATED								
At 01 Jun 2013	367,303	5,308	527,897	(5,265)	837,409	1,732,652	175,033	1,907,685
Total comprehensive income for the year	-	-	-	-	113,942	113,942	21,620	135,562
Total other comprehensive income for the year	-	-	924	4,536	(513)	4,947	(144)	4,803
Wind up of subsidiary	-	-	-	-	(35,262)	(35,262)	-	(35,262)
Dividend	-	-	-	-	(67,951)	(67,951)	(26,815)	(94,766)
Revaluation reserve released	-	-	(6,779)	-	6,779	-	-	-
At 30 Jun 2014	367,303	5,308	522,042	(729)	854,404	1,748,328	169,694	1,918,022
Total comprehensive income for the period	-	-	(579)	2,794	30,610	32,825	5,901	38,726
Dividend	-	-	-	-	-	-	-	-
Revaluation reserve realised	-	-	(1,695)	-	1,695	-	-	-
At 30 Sep 2014	367,303	5,308	519,768	2,065	886,709	1,781,153	175,595	1,956,748
SEPARATE								
At 01 Jun 2013	367,303	5,308	340,774	-	742,060	1,455,445		
Total comprehensive income for the year	-	-	-	-	148,067	148,067		
Revaluation reserve realised	-	-	(5,472)	-	5,472	-		
Total other comprehensive income for the year	-	-	728	-	(728)	-		
Dividend	-	-	-	-	(67,951)	(67,951)		
At 30 Jun 2014	367,303	5,308	336,030	-	826,920	1,535,561		
Total comprehensive income for the period	-	-	-	-	24,104	24,104		
Revaluation reserve realised	-	-	(325)	-	325	-		
At 30 Sep 2014	367,303	5,308	335,705	-	851,349	1,559,665		

COMMENTS

Whilst there was an improvement in Group turnover from Rs 1.04 billion to Rs 1.06 billion, Group Operating Profit was down to Rs 55.8 million from Rs 71.0 million for the corresponding period last year. Earnings per share stood at Rs 0.83 (2013: Rs 1.08). The profitability of the Group has been affected mainly by the lower performance of the company and of its subsidiary, Moçambique Farms Limitada.

As far as the company is concerned, foreign procurement has been adversely affected by the appreciation of the USD. In view of the competitive trading environment, we did not increase our prices and this has impacted our profit.

In Mozambique, our operation continued to suffer from the inflow of cheaper imported chicken. However, we look forward to an improvement in the performance in the near future, with additional resources being committed to the business to bring down costs and capture a greater share of the large Maputo market. In view of recent sales trends, there are also good indications that the demand for our chicken is on the rise.

Locally, we are continuously working on new additions to our DairyVale brand. The response to our new products introduced during the quarter has been positive. This is encouraging as we seek to develop further health-oriented and innovative products that meet the evolving expectations of consumers.

By order of the Board

Box Office Ltd
Corporate Secretary
12th Nov 2014

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.

This report is pursuant to Listing Rule 12.20 and Securities Act 2005. The Board of Directors of Innodis Ltd accepts full responsibility for the accuracy of the information contained in this communiqué.