

# Phoenix Investment Company Limited

BRN: C07001226

## ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2014

### ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.09.14 Unaudited	As at 30.06.14 Audited	As at 30.09.14 Unaudited	As at 30.06.14 Audited
	Rs '000	Rs '000	Rs '000	Rs '000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	2,684,539	2,662,237	-	-
Investments and others	217,786	31,403	1,086,542	994,722
	2,902,325	2,693,640	1,086,542	994,722
<b>Current assets</b>	1,238,382	1,296,970	3,186	3,461
<b>Total assets</b>	4,140,707	3,990,610	1,089,728	998,183
<b>EQUITY AND LIABILITIES</b>				
<b>Equity and reserves</b>				
Equity attributable to Owners of the Company	900,099	883,047	1,086,419	995,054
Non-controlling interests	2,169,700	2,130,904	-	-
<b>Total equity</b>	3,069,799	3,013,951	1,086,419	995,054
<b>Non-current liabilities</b>	371,278	376,483	-	-
<b>Current liabilities</b>	699,630	600,176	3,309	3,129
<b>Total equity and liabilities</b>	4,140,707	3,990,610	1,089,728	998,183

### ABRIDGED INCOME STATEMENTS

	THE GROUP		THE COMPANY	
	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited
	Rs'000	Rs'000	Rs '000	Rs '000
<b>Continuing operations</b>				
Revenue	1,076,069	1,034,649	-	-
Profit/(loss) before finance costs	70,382	67,031	(455)	(430)
Finance costs	(1,194)	(6,111)	-	-
	69,188	60,920	(455)	(430)
Share of results of associates	92	13	-	-
Profit/(loss) before taxation	69,280	60,933	(455)	(430)
Tax expense	(14,911)	(9,408)	-	-
Profit/(loss) for the period from continuing operations	54,369	51,525	(455)	(430)
<b>Discontinued operations</b>				
Loss for the period from discontinued operations	-	(38,141)	-	-
Profit/(loss) for the period	54,369	13,384	(455)	(430)
<b>Attributable to:</b>				
Owners of the Company	16,593	3,844	(455)	(430)
Non-controlling interests	37,776	9,540	-	-
	54,369	13,384	(455)	(430)
<b>Basic and undiluted earnings/(loss) per share (Rs.cs)</b>				
Earnings/(loss) attributable to Owners of the Company (Rs '000):				
From continuing operations	16,593	15,675	(455)	(430)
From discontinued operations	-	(11,831)	-	-
Number of shares in issue ('000)	5,685	5,685	5,685	5,685
Earnings/(loss) per share (Rs.Cs):				
From continuing operations	2.92	2.76	(0.08)	(0.08)
From discontinued operations	-	(2.08)	-	-

### ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited
	Rs '000	Rs '000	Rs '000	Rs '000
Profit/(loss) for the period	54,369	51,525	(455)	(430)
<i>Other comprehensive income/(loss):</i>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange differences on translating foreign operations	4,234	2,142	-	-
(Decrease)/increase in fair value of securities	-	(380)	91,820	(63,764)
Release on disposal of available-for-sale securities	(2,658)	(3,232)	-	-
Other movement in associate	(97)	5	-	-
Total comprehensive income/(loss) for the period	55,848	50,060	91,365	(64,194)
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	17,052	41,529	91,365	(64,194)
Non-Controlling Interests	38,796	8,531	-	-
	55,848	50,060	91,365	(64,194)

### ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited
	Rs '000	Rs '000	Rs '000	Rs '000
Net cash (used in)/generated from operating activities	(44,584)	4,098	(275)	(322)
Net cash used in investing activities	(259,747)	(59,420)	-	-
Net cash generated from/(used in) financing activities	17,935	(13,394)	-	-
Decrease in cash and cash equivalents	(286,396)	(68,716)	(275)	(322)
Opening cash and cash equivalents	359,147	(140,133)	3,461	3,258
Effects of foreign exchange rate changes	5,314	2,009	-	-
Closing cash and cash equivalents	78,065	(206,840)	3,186	2,936

### SEGMENTAL INFORMATION

	THE GROUP	
	3 Months to 30.09.14 Unaudited	3 Months to 30.09.13 Unaudited
	Rs '000	Rs '000
<b>Segment revenue</b>		
Local	976,933	943,785
Overseas	99,136	90,864
	1,076,069	1,034,649
<b>Segment results</b>		
Local	81,142	66,611
Overseas	(10,760)	420
	70,382	67,031

### ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company						Non-Controlling Interests	Total
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total		
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
At July 1, 2014	56,854	36,545	283,172	1,739	504,737	883,047	2,130,904	3,013,951
Total comprehensive income/(loss) for the period	-	-	1,314	(855)	16,593	17,052	38,796	55,848
<b>At September 30, 2014</b>	<b>56,854</b>	<b>36,545</b>	<b>284,486</b>	<b>884</b>	<b>521,330</b>	<b>900,099</b>	<b>2,169,700</b>	<b>3,069,799</b>
At July 1, 2013	56,854	36,545	286,169	2,335	369,057	750,960	1,838,279	2,589,239
Total comprehensive income/(loss) for the period	-	-	662	(1,118)	3,844	3,388	8,531	11,919
At September 30, 2013	56,854	36,545	286,831	1,217	372,901	754,348	1,846,810	2,601,158
<b>THE COMPANY</b>								
	Share Capital	Share Premium	Revaluation and Other Reserves	Fair Value Reserve	Retained Earnings	Total		
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000		
At July 1, 2014	56,854	36,545	27	898,711	2,917	995,054		
Total comprehensive income/(loss) for the period	-	-	-	91,820	(455)	91,365		
<b>At September 30, 2014</b>	<b>56,854</b>	<b>36,545</b>	<b>27</b>	<b>990,531</b>	<b>2,462</b>	<b>1,086,419</b>		
At July 1, 2013	56,854	36,545	27	936,969	2,869	1,033,264		
Total comprehensive loss for the period	-	-	-	(63,764)	(430)	(64,194)		
At September 30, 2013	56,854	36,545	27	873,205	2,439	969,070		

### COMMENTS

#### Results

Total sales volume of our subsidiary Phoenix Beverages Company Limited ("PBL") for the 3 months to 30 September 2014 is up by 1.2% when compared to the corresponding period last year.

The Group has, in the first quarter of the financial year 2014, generated a revenue of Rs 1,076M representing an increase of 4% over 2013. Earnings before interest and taxes on continuing operations increased by 5% from Rs 67.0M to Rs 70.3M. This increase in earnings is mainly attributed to higher revenue and cost containment. However, the depreciation of the Euro to the Mauritian Rupee has negatively impacted the result of our subsidiary, Phoenix Beverages Overseas Limited, which has sustained unrealised exchange losses of Rs 6.5M for the first 3 months of the financial year.

The reduction of the Group indebtedness has resulted in a fall in finance cost from Rs 6.1M to Rs 1.2M for the period under review.

The loss of Rs 38.1M from discontinued operations in 2013 was related to our associated companies in Madagascar which has been disposed of in December 2013.

Group net profit for the period stood at Rs 54.4M as compared to Rs 13.4M last year.

The only income at Company level is dividend receivable from its subsidiary. No dividend has been declared by its subsidiary for the period ended September 30, 2014. However, PBL has declared an interim dividend on November 10, 2014.

#### Dividend

The Board has declared an interim dividend of Rs 2.72 per share (2013: Rs 2.63) payable in December 2014.

#### Outlook

The economic environment is expected to remain highly challenging and competitive both in Mauritius and abroad. However, we have a clear strategy in place to strengthen our brands and increase our sales volume while continuing to diversify our beverage portfolio.

#### For and on behalf of the Board of Directors

GML Management Ltée  
Company Secretary

November 10, 2014

#### Notes:

The above abridged quarterly financial statements to September 30, 2014 are unaudited. They have been prepared using the same accounting policies and methods of computation followed per the audited financial statements for the year ended June 30, 2014.

Copies of these abridged unaudited quarterly financial statements and 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, 4<sup>th</sup> Floor, IBL House, Caudan Waterfront, Port Louis.

The above abridged unaudited quarterly financial statements are issued pursuant to DEM Rule 17 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 abridged unaudited quarterly financial statements.