

Phoenix Investment Company Limited

BRN: C07001226

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2014

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 31.12.14 Unaudited	As at 30.06.14 Audited	As at 31.12.14 Unaudited	As at 30.06.14 Audited
	Rs '000	Rs '000	Rs '000	Rs '000
ASSETS				
Non-current assets				
Property, plant and equipment	2,804,844	2,662,237	-	-
Investments and others	217,666	31,403	1,178,363	994,722
	3,022,510	2,693,640	1,178,363	994,722
Current assets				
	1,400,533	1,296,970	3,797	3,461
Total assets	4,423,043	3,990,610	1,182,160	998,183
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to Owners of the Company	938,334	883,047	1,178,928	995,054
Non-controlling interests	2,253,057	2,130,904	-	-
Total equity	3,191,391	3,013,951	1,178,928	995,054
Non-current liabilities				
	371,374	376,483	-	-
Current liabilities				
	860,278	600,176	3,232	3,129
Total equity and liabilities	4,423,043	3,990,610	1,182,160	998,183

ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000
Net cash generated from/(used in) operating activities	75,428	93,149	(1,034)	(766)
Net cash (used in)/generated from investing activities	(431,247)	(127,523)	16,834	16,324
Net cash (used in)/generated from financing activities	(69,610)	89,953	(15,464)	(14,953)
(Decrease)/increase in cash and cash equivalents	(425,429)	55,579	336	605
Opening cash and cash equivalents	359,147	(140,137)	3,461	3,258
Effects of foreign exchange rate changes	2,894	3,170	-	-
Closing cash and cash equivalents	(63,388)	(81,388)	3,797	3,863

SEGMENTAL INFORMATION

	THE GROUP			
	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000
Segment revenue				
Local	1,511,213	1,445,330	2,488,146	2,389,115
Overseas	156,154	131,251	255,290	222,115
	1,667,367	1,576,581	2,743,436	2,611,230
Segment results				
Local	205,686	167,932	286,828	234,543
Overseas	(2,211)	(6,722)	(12,971)	(6,302)
	203,475	161,210	273,857	228,241

ABRIDGED INCOME STATEMENTS

	THE GROUP				THE COMPANY			
	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Continuing operations								
Revenue	1,667,367	1,576,581	2,743,436	2,611,230	16,834	16,324	16,834	16,324
Profit before finance costs	203,475	161,210	273,857	228,241	16,152	15,917	15,697	15,487
Finance costs	(1,997)	(7,063)	(3,191)	(13,174)	-	-	-	-
	201,478	154,147	270,666	215,067	16,152	15,917	15,697	15,487
Share of results of associates	(7)	90	85	104	-	-	-	-
Gain recognised on disposal of interest in former associates	-	376,895	-	376,895	-	-	-	-
Profit before taxation	201,471	531,132	270,751	592,066	16,152	15,917	15,697	15,487
Tax expense	(31,224)	(27,958)	(46,135)	(37,366)	-	-	-	-
Profit for the period from continuing operations	170,247	503,174	224,616	554,700	16,152	15,917	15,697	15,487
Discontinued operations								
Loss for the period from discontinued operations	-	(37,823)	-	(75,965)	-	-	-	-
Profit for the period	170,247	465,351	224,616	478,735	16,152	15,917	15,697	15,487
Attributable to:								
Owners of the Company	52,376	144,088	68,969	147,932	16,152	15,917	15,697	15,487
Non-controlling interests	117,871	321,263	155,647	330,803	-	-	-	-
	170,247	465,351	224,616	478,735	16,152	15,917	15,697	15,487

	THE GROUP				THE COMPANY			
	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Earnings per share								
Earnings attributable to Owners of the Company (Rs '000):								
From continuing and discontinued operations	52,376	144,088	68,969	147,932	16,152	15,917	15,697	15,487
From continuing operations	52,376	181,911	68,969	223,897	16,152	15,917	15,697	15,487
Number of shares in issue ('000)	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685
Earnings per share (Rs.Cs):								
From continuing and discontinued operations	9.21	25.35	12.13	26.02	2.84	2.80	2.76	2.72
From continuing operations	9.21	32.00	12.13	39.38	2.84	2.80	2.76	2.72

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited	3 Months to 31.12.14 Unaudited	3 Months to 31.12.13 Unaudited	6 Months to 31.12.14 Unaudited	6 Months to 31.12.13 Unaudited
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Profit for the period	170,247	465,351	224,616	478,735	16,152	15,917	15,697	15,487
Other Comprehensive income:								
<i>Items that will not be reclassified subsequently to profit or loss:</i>								
Exchange differences realised on disposal of associates	-	(11,831)	-	(11,831)	-	-	-	-
Release on disposal of available for-sale securities	-	-	(2,658)	(3,232)	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss:</i>								
Exchange differences on translating foreign operations	4,153	1,183	8,387	3,325	-	-	-	-
(Decrease)/increase in fair value of securities	-	(418)	-	(798)	91,821	5,101	183,641	(58,663)
Other movements in associates	97	-	-	5	-	-	-	-
Total comprehensive income/(loss) for the period	174,497	454,285	230,345	466,204	107,973	21,018	199,338	(43,176)
Total comprehensive income attributable to:								
Owners of the Company	53,699	140,657	70,751	144,045	107,973	21,018	199,338	(43,176)
Non-controlling interests	120,798	313,628	159,594	322,159	-	-	-	-
	174,497	454,285	230,345	466,204	107,973	21,018	199,338	(43,176)

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company						
	Share capital	Share premium	Revaluation and other reserves	Fair value reserve	Retained earnings	Total	Non-controlling interests
	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
Total comprehensive income/(loss) for the period	-	-	2,607	(825)	68,969	70,751	159,594
Dividends	-	-	-	-	(15,464)	(15,464)	(37,441)
At December 31, 2014	56,854	36,545	285,779	914	558,242	938,334	2,253,057
At July 1, 2013	56,854	36,545	286,169	2,335	369,057	750,960	1,838,279
Total comprehensive (loss)/income for the period	-	-	(2,639)	(1,248)	147,932	144,045	322,159
Dividends	-	-	-	-	(14,953)	(14,953)	(36,306)
At December 31, 2013	56,854	36,545	283,530	1,087	502,036	880,052	2,124,132
THE COMPANY							
	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
At July 1, 2014	56,854	36,545	27	898,711	2,917	995,054	
Total comprehensive income for the period	-	-	-	183,641	15,697	199,338	
Dividends	-	-	-	-	(15,464)	(15,464)	
At December 31, 2014	56,854	36,545	27	1,082,352	3,150	1,178,928	
At July 1, 2013	56,854	36,545	27	936,969	2,869	1,033,264	
Total comprehensive (loss)/income for the period	-	-	-	(58,663)	15,487	(43,176)	
Dividends	-	-	-	-	(14,953)	(14,953)	
At December 31, 2013	56,854	36,545	27	878,306	3,403	975,135	

COMMENTS

Results

Total sales volume of our subsidiary Phoenix Beverages Limited ("PBL") for the 6 months to December 31, 2014 is up by 2.8% when compared to the corresponding period last year.

The Group has generated a revenue of Rs 2,743M representing an increase of 5.1% over 2013.

Earnings before interest and taxes on continuing operations increased by 20.0% from Rs 228.2M to Rs 273.9M. 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 exchange losses of Rs 13.1M for the 6 months of the financial year.

The reduction of the Group indebtedness has resulted in a fall in finance cost from Rs 13.2M to Rs 3.2M for the period under review.

Outlook

The economic environment is expected to remain highly competitive both in Mauritius and abroad. The weakening of the Euro vis-à-vis the Mauritian Rupee if sustained, is expected to further negatively impact our export activities. However, we will keep on growing our business by investing in our brands, developing new product range and ensuring strong market execution. In the same vein, we will continue to review and monitor our sustainability goals as part of our continued corporate growth strategy.

For and on behalf of the Board of Directors
GML Management Ltée
Company Secretary

February 9, 2015

Notes:

The above abridged quarterly and half yearly financial statements to December 31, 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 unaudited abridged quarterly and half yearly 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 unaudited abridged quarterly and half yearly 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 and half yearly financial statements.