

INNODIS LTD

CONDENSED UNAUDITED FINANCIAL STATEMENTS FOR THE HALF ENDED 31 DECEMBER 2016

CONDENSED STATEMENTS OF PROFIT OR LOSS

	CONSOLIDATED Half Year ended 31 Dec 16 Unaudited Rs'000	CONSOLIDATED Half Year ended 31 Dec 15 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 16 Audited Rs'000	SEPARATE Half Year ended 31 Dec 16 Unaudited Rs'000	SEPARATE Half Year ended 31 Dec 15 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 16 Audited Rs'000
Revenue	2,216,285	2,314,339	4,286,989	1,269,211	1,522,290	2,632,082
Profit from operating activities	122,522	160,134	223,622	61,229	114,930	195,640
Net finance costs	(38,098)	(37,725)	(56,266)	(24,535)	(27,267)	(39,382)
Share of profit of equity accounted investees	-	-	133	-	-	-
Profit before tax	84,424	122,409	167,489	36,694	87,663	156,258
Income tax expense	(20,591)	(26,780)	(41,099)	(6,238)	(14,903)	(23,714)
Profit for the period/year	63,833	95,629	126,390	30,456	72,760	132,544
Profit attributable to:						
Owners of the company	36,610	85,661	112,591	30,456	72,760	132,544
Non-controlling interests	27,223	9,968	13,799	-	-	-
	63,833	95,629	126,390	30,456	72,760	132,544
Number of shares	36,730,266	36,730,266	36,730,266			
Earnings per share (Rs)	1.00	2.33	3.07			

	CONSOLIDATED Quarter Ended 31 Dec 16 Unaudited Rs'000	CONSOLIDATED Quarter Ended 31 Dec 15 Unaudited Rs'000	SEPARATE Quarter Ended 31 Dec 16 Unaudited Rs'000	SEPARATE Quarter Ended 31 Dec 15 Unaudited Rs'000
	1,088,885	1,213,172	687,418	792,143
	70,378	101,856	47,364	72,507
	(18,843)	(24,414)	(11,720)	(16,042)
	51,535	77,442	35,644	56,465
	(11,656)	(16,162)	(6,081)	(9,599)
	39,879	61,280	29,563	46,866

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

	CONSOLIDATED Half Year ended 31 Dec 16 Unaudited Rs'000	CONSOLIDATED Half Year ended 31 Dec 15 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 16 Audited Rs'000	SEPARATE Half Year ended 31 Dec 16 Unaudited Rs'000	SEPARATE Half Year ended 31 Dec 15 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 16 Audited Rs'000
Profit for the period/year	63,833	95,629	126,390	30,456	72,760	132,544
Other comprehensive income						
Items that will never be classified to profit or loss						
Deferred tax movement	(724)	(602)	(7,871)	(465)	758	(7,337)
Re-measurement of employee benefit liability	1,245	843	17,762	531	1,591	15,258
	521	241	9,891	66	2,349	7,921
Items that are or may be reclassified to profit or loss						
Foreign currency translation difference - foreign operations	(10,631)	(16,452)	(26,199)	-	-	-
Other comprehensive income for the period/year	(10,110)	(16,211)	(16,308)	66	2,349	7,921
Total comprehensive income for the period/year	53,723	79,418	110,082	30,522	75,109	140,465
Total comprehensive income for the period/year:						
Owners of the company	29,158	77,512	75,527	30,522	75,109	140,465
Non-controlling interests	24,565	1,906	34,555	-	-	-
	53,723	79,418	110,082	30,522	75,109	140,465

CONDENSED STATEMENTS OF CASH FLOWS

	CONSOLIDATED Half Year ended 31 Dec 16 Unaudited Rs'000	CONSOLIDATED Half Year ended 31 Dec 15 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 16 Audited Rs'000	SEPARATE Half Year ended 31 Dec 16 Unaudited Rs'000	SEPARATE Half Year ended 31 Dec 15 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 16 Audited Rs'000
Net cash from/(used in) operating activities	76,924	(32,243)	174,906	10,274	17,905	227,457
Net cash (used in)/from investing activities	(56,338)	217	(122,764)	(8,403)	(27,800)	(130,045)
Net cash (used in)/from financing activities	(53,116)	(29,108)	(91,777)	(36,840)	(2,820)	(14,374)
Net (decrease)/increase in cash and cash equivalents	(32,530)	(61,134)	(39,635)	(34,969)	(12,715)	83,038
Effects of exchange rate movements on cash and cash equivalents	1,878	1,005	1,779	-	-	-
Cash and cash equivalents at beginning of period/year	(423,374)	(385,518)	(385,518)	(302,862)	(385,900)	(385,900)
Cash and cash equivalents at end of period/year	(454,026)	(445,647)	(423,374)	(337,831)	(398,615)	(302,862)

CONDENSED STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED Half Year ended 31 Dec 16 Unaudited Rs'000	CONSOLIDATED Half Year ended 31 Dec 15 Unaudited Rs'000	CONSOLIDATED Year Ended 30 Jun 16 Audited Rs'000	SEPARATE Half Year ended 31 Dec 16 Unaudited Rs'000	SEPARATE Half Year ended 31 Dec 15 Unaudited Rs'000	SEPARATE Year Ended 30 Jun 16 Audited Rs'000
ASSETS						
Property, plant and equipment	1,715,747	1,701,113	1,656,826	341,599	873,852	324,414
Biological assets	7,568	43,458	6,030	-	43,458	-
Intangible assets and goodwill	5,507	6,635	5,809	649,541	191,631	649,543
Investments	-	6,620	209	12,909	228,624	12,943
Non-current receivables	13,065	35,045	12,943	475,402	-	488,119
Investment property	-	-	-	-	-	-
Current assets	2,125,393	1,919,661	2,082,945	1,670,687	1,589,578	1,488,622
Total assets	3,867,280	3,712,532	3,764,762	3,150,138	2,927,143	2,963,641
EQUITY AND LIABILITIES						
Shareholders' equity						
Owners' interest	1,696,772	1,778,764	1,708,835	1,602,332	1,605,626	1,603,031
Non-controlling interest	168,228	200,781	143,663	-	-	-
Total shareholders' equity	1,865,000	1,979,545	1,852,498	1,602,332	1,605,626	1,603,031
Non-current liabilities	285,944	495,916	347,905	209,824	431,655	233,319
Current liabilities	1,716,336	1,237,071	1,564,359	1,337,982	889,862	1,127,291
Total equity and liabilities	3,867,280	3,712,532	3,764,762	3,150,138	2,927,143	2,963,641

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Share capital Rs'000	Share premium Rs'000	Revaluation reserve Rs'000	Foreign exchange translation reserve Rs'000	Retained earnings Rs'000	Total Rs'000	Non Controlling Interest Rs'000	Total Shareholders' Equity Rs'000
CONSOLIDATED								
At 30 Jun 2015	367,303	5,308	387,802	(11,137)	951,976	1,701,252	198,875	1,900,127
Total comprehensive income for the year	-	-	-	-	112,591	112,591	13,799	126,390
Total other comprehensive income for the year	-	-	(38,057)	(13,749)	14,742	(37,064)	20,756	(16,308)
Dividend	-	-	-	-	(67,944)	(67,944)	(27,282)	(95,226)
Loan	-	-	-	-	-	-	(62,485)	(62,485)
Revaluation reserve realised	-	-	(6,782)	-	6,782	-	-	-
At 30 Jun 2016	367,303	5,308	342,963	(24,886)	1,018,147	1,708,835	143,663	1,852,498
Total comprehensive income for the period	-	-	-	-	36,610	36,610	27,223	63,833
Total other comprehensive income for the period	-	-	(724)	(10,630)	3,902	(7,452)	(2,658)	(10,110)
Dividend	-	-	-	-	(41,221)	(41,221)	-	(41,221)
Revaluation reserve realised	-	-	(3,391)	-	3,391	-	-	-
At 31 Dec 2016	367,303	5,308	338,848	(35,516)	1,020,829	1,696,772	168,228	1,865,000
SEPARATE								
At 30 Jun 2015	367,303	5,308	332,197	-	825,709	1,530,517	-	1,530,517
Total comprehensive income for the year	-	-	-	-	132,544	132,544	-	132,544
Total other comprehensive income for the year	-	-	(4,743)	-	12,664	7,921	-	7,921
Revaluation reserve realised	-	-	(5,475)	-	5,475	-	-	-
Dividend	-	-	-	-	(67,951)	(67,951)	-	(67,951)
At 30 Jun 2016	367,303	5,308	321,979	-	908,441	1,603,031	-	1,603,031
Total comprehensive income for the period	-	-	-	-	30,456	30,456	-	30,456
Total other comprehensive income for the period	-	-	(465)	-	531	66	-	66
Revaluation reserve realised	-	-	(2,053)	-	2,053	-	-	-
Dividend	-	-	-	-	(31,221)	(31,221)	-	(31,221)
At 31 Dec 2016	367,303	5,308	319,461	-	910,260	1,602,332	-	1,602,332

COMMENTS

For the half year ended 31 December 2016, the Group recorded a revenue of Rs2.2 billion (2015: Rs2.3 billion) and a profit of Rs63.8 million (2015: Rs95.6 million).

As previously reported, the Salmonella scare in September 2016 concerning some small poultry growers has had a negative impact on chicken consumption levels in Mauritius. Exports of feeds and chicks to regional markets were also impacted by trade restrictions prompted by the scare. This has adversely affected our second quarter results both at the revenue and the profit levels.

We are nevertheless encouraged by the positive outcome of some of our efforts initiated in the period under review to withstand the pressure on our margins. Moreover, in Mozambique, we continue to observe a positive trend in the performance of our poultry operations in spite of the difficult economic conditions still prevailing in the country.

Although the trading environment in Mauritius remains challenging, the outlook for the second semester is positive. The launch of our DairyVale Greek style yoghurt during the second quarter was a success, especially among the younger generation, and we feel that the Greek yoghurt range has a sizeable growth potential. Overall, the Board is confident that our growth and diversification strategies, including the extension of our non-foods offering, will bear fruit in the medium to long term.

By order of the Board

Box Office Ltd
Corporate Secretary
13th Feb 2017

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.