

ABRIDGED UNAUDITED RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2016

ABRIDGED STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	As at 30.09.16 Unaudited Rs'000	As at 30.06.16 Audited Rs'000	As at 30.09.16 Unaudited Rs'000	As at 30.06.16 Audited Rs'000
ASSETS				
Non-current assets				
Property, plant and equipment	3,530,254	3,483,554	3,062,603	3,013,639
Investments and others	805,860	801,996	1,221,402	1,205,894
	4,336,114	4,285,550	4,284,005	4,219,533
Current assets	1,513,833	1,347,089	1,055,105	913,752
Total assets	5,849,947	5,632,639	5,339,110	5,133,285
EQUITY AND LIABILITIES				
Equity and reserves				
Equity attributable to Owners of the Company	3,401,508	3,345,219	3,491,770	3,438,613
Non-controlling interests	(2,439)	(2,351)	-	-
Total equity	3,399,069	3,342,868	3,491,770	3,438,613
Non-current liabilities	1,346,227	1,356,962	1,116,857	1,120,855
Current liabilities	1,104,651	932,809	730,483	573,817
Total equity and liabilities	5,849,947	5,632,639	5,339,110	5,133,285

ABRIDGED INCOME STATEMENT

	THE GROUP		THE COMPANY	
	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000
Revenue	1,328,010	1,131,888	1,071,407	1,044,932
Profit before finance costs	77,182	94,183	71,006	94,412
Finance costs	(12,771)	(452)	(11,514)	(166)
	64,411	93,731	59,492	94,246
Share of results of associates	157	39	-	-
Profit before taxation	64,568	93,770	59,492	94,246
Tax expense	(8,742)	(18,420)	(7,467)	(18,420)
Profit for the period	55,826	75,350	52,025	75,826
Attributable to:				
Owners of the Company	55,914	75,466	52,025	75,826
Non-controlling interests	(88)	(116)	-	-
	55,826	75,350	52,025	75,826
Basic and undiluted earnings per share (Rs.cs)				
Earnings attributable to Owners of the Company (Rs '000)	55,914	75,466	52,025	75,826
Number of shares in issue ('000)	16,447	16,447	16,447	16,447
Earnings per share (Rs.Cs)	3.40	4.59	3.16	4.61

ABRIDGED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000
Profit for the period	55,826	75,350	52,025	75,826
<i>Other comprehensive income/(loss):</i>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange differences on translating foreign operations	375	(222)	-	-
Increase in fair value of securities	-	-	1,132	3,984
Total comprehensive income for the period	56,201	75,128	53,157	79,810
Total comprehensive income attributable to:				
Owners of the Company	56,289	75,244	53,157	79,810
Non-controlling interests	(88)	(116)	-	-
	56,201	75,128	53,157	79,810

ABRIDGED STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000
Net cash generated from/(used in) operating activities	25,692	(28,593)	(5,135)	(38,000)
Net cash used in investing activities	(110,045)	(125,205)	(99,876)	(125,034)
Net cash used in financing activities	(44,227)	(2,872)	(35,620)	(2,872)
Decrease in cash and cash equivalents	(128,580)	(156,670)	(140,631)	(165,906)
Opening cash and cash equivalents	179,994	193,603	109,810	186,103
Effects of foreign exchange rate changes	3,835	1,880	3,286	1,777
Closing cash and cash equivalents	55,249	38,813	(27,535)	21,974

SEGMENTAL INFORMATION

	THE GROUP	
	3 Months to 30.09.16 Unaudited Rs'000	3 Months to 30.09.15 Unaudited Rs'000
Segment revenue		
Local	1,060,561	1,023,891
Overseas	267,449	107,997
	1,328,010	1,131,888
Segment results		
Local	70,968	93,929
Overseas	6,214	254
	77,182	94,183

ABRIDGED STATEMENTS OF CHANGES IN EQUITY

THE GROUP	Attributable to Owners of the Company						Non-controlling interests	
	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	Rs'000	Total Rs'000
At July 1, 2016	164,470	202,492	915,559	1,715	2,060,983	3,345,219	(2,351)	3,342,868
Total comprehensive income/(loss) for the period	-	-	375	-	55,914	56,289	(88)	56,201
At September 30, 2016	164,470	202,492	915,934	1,715	2,116,897	3,401,508	(2,439)	3,399,069
At July 1, 2015	164,470	202,492	931,044	2,135	1,903,386	3,203,527	(1,427)	3,202,100
Total comprehensive (loss)/income for the period	-	-	(222)	-	75,466	75,244	(116)	75,128
At September 30, 2015	164,470	202,492	930,822	2,135	1,978,852	3,278,771	(1,543)	3,277,228

THE COMPANY	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
At July 1, 2016	164,470	202,492	917,858	73,117	2,080,676	3,438,613
Total comprehensive income for the period	-	-	-	1,132	52,025	53,157
At September 30, 2016	164,470	202,492	917,858	74,249	2,132,701	3,491,770
At July 1, 2015	164,470	202,492	921,474	59,437	1,931,566	3,279,439
Total comprehensive income for the period	-	-	-	3,984	75,826	79,810
At September 30, 2015	164,470	202,492	921,474	63,421	2,007,392	3,359,249

COMMENTS

Total sales volume of the Company for the 3 months to September 30, 2016 grew by 2.4% when compared to last year, albeit with a different sales mix.

The Group has for the period, generated a revenue of Rs 1,328M as compared to Rs 1,132M last year (+17.3%). This increase in revenue is primarily attributable to the acquisition of Edena, which generated revenue for the period of Rs 154.9M.

Group profit before finance costs for the period stands at Rs 77.2M (2015: Rs 94.2M). This drop in profitability is due to a number of factors, namely: (a) unexpected global increase in cost of raw materials, (b) contractual payments being preponed by one quarter and (c) non-recurring restructuring costs of Rs 10.4M in respect of the operations in Réunion Island.

In view of the sustained costs increase beyond its control, the Company has adjusted the price on some of its carbonated soft drink products. The Group however remains focused on cost containment and efficiency initiatives.

The full operational integration of our activities in Réunion Island is on track. Edena has, for the period, posted a profit after tax of Rs 11.1M.

Our new "hot fill" bottling plant in Nouvelle France will be operational next week. This state of the art production facility will enable the Group to further develop its business in the non-carbonated, health and wellness segment both locally and regionally. Consequently the launch of a new product range later this month will represent a milestone for the Group.

Market conditions are expected to remain highly competitive and despite the challenging business environment, the Group remains confident of its business prospects with the leveraging of new markets and new products supported by a strong brand equity.

For and on behalf of the Board of Directors

IBL Management Ltd
Company Secretary

November 9, 2016

NOTES:

The above abridged quarterly financial statements to September 30, 2016 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, 2016.

Copies of these unaudited abridged quarterly 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 financial statements are issued pursuant to Listing Rule 12.20 and Section 88 of the Securities Act 2005.

The Board of Directors of Phoenix Beverages Limited accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.