

**QUALITY BEVERAGES LIMITED**

**ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2020**

**STATEMENTS OF FINANCIAL POSITION**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<u>30 June 2020</u>	<u>31 December 2019</u>	<u>30 June 2020</u>	<u>31 December 2019</u>
	<u>(Unaudited)</u>	<u>(Audited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
	Rs	Rs	Rs	Rs
<b>ASSETS</b>				
Non-current assets	939,035,166	977,154,930	932,202,930	966,734,920
Current assets	626,805,226	618,412,755	571,310,110	583,769,233
<b>TOTAL ASSETS</b>	<b>Rs 1,565,840,392</b>	<b>1,595,567,685</b>	<b>1,503,513,040</b>	<b>1,550,504,153</b>
<b>EQUITY AND LIABILITIES</b>				
Capital and reserves				
Attributable to:				
Owners of the company	529,731,318	538,819,526	531,161,346	540,061,103
Non-current liabilities	530,514,426	522,234,016	521,111,352	509,700,687
Current liabilities	505,594,648	534,514,143	451,240,342	500,742,363
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>Rs 1,565,840,392</b>	<b>1,595,567,685</b>	<b>1,503,513,040</b>	<b>1,550,504,153</b>

**STATEMENTS OF COMPREHENSIVE INCOME**

	<b>THE GROUP</b>				<b>THE COMPANY</b>			
	Quarter ended <u>30 June 2020</u>	Quarter ended <u>30 June 2019</u>	6 months ended <u>30 June 2020</u>	6 months ended <u>30 June 2019</u>	Quarter ended <u>30 June 2020</u>	Quarter ended <u>30 June 2019</u>	6 months ended <u>30 June 2020</u>	6 months ended <u>30 June 2019</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	297,323,970	381,545,833	640,951,325	760,766,875	238,041,787	202,760,759	515,343,897	432,791,628
Operating Profit	(2,926,707)	7,933,779	865,155	28,104,909	(3,012,188)	1,652,205	943,791	17,776,504
Finance costs	(5,268,892)	(6,011,884)	(10,940,118)	(11,956,132)	(5,022,594)	(4,582,910)	(10,411,921)	(9,481,525)
(Loss)/Profit before taxation	(8,195,599)	1,921,895	(10,074,963)	16,148,777	(8,034,781)	(2,930,705)	(9,468,130)	8,294,979
Taxation	1,826,030	(442,113)	2,454,155	(2,653,638)	1,478,484	782,537	2,035,774	(680,968)
<b>(Loss)/Profit after taxation for the period</b>	<b>Rs (6,369,569)</b>	<b>1,479,782</b>	<b>(7,620,808)</b>	<b>13,495,139</b>	<b>(6,556,297)</b>	<b>(2,148,168)</b>	<b>(7,432,356)</b>	<b>7,614,011</b>
Other comprehensive income/(loss) for the period	(1,467,400)	-	(1,467,400)	-	(1,467,400)	-	(1,467,400)	-
<b>Total comprehensive income/(loss) for the period</b>	<b>Rs (7,836,969)</b>	<b>1,479,782</b>	<b>(9,088,208)</b>	<b>13,495,139</b>	<b>(8,023,697)</b>	<b>(2,148,168)</b>	<b>(8,899,756)</b>	<b>7,614,011</b>
Earnings per share	<b>Rs (0.17)</b>	<b>0.04</b>	<b>(0.21)</b>	<b>0.37</b>	-	-	-	-

**STATEMENTS OF CHANGES IN EQUITY**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	6 months ended <u>30 June 2020</u>	6 months ended <u>30 June 2019</u>	6 months ended <u>30 June 2020</u>	6 months ended <u>30 June 2019</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	Rs	Rs	Rs	Rs
<b>Balance at 1 January</b>	538,819,526	327,383,962	540,061,103	346,239,293
Prior year adjustment	-	217,746,887	-	-
As restated	538,819,526	545,130,849	540,061,103	346,239,293
Profit for the period	(7,620,808)	13,495,139	(7,432,356)	7,614,011
Other comprehensive income/(loss)	(1,467,400)	-	(1,467,400)	-
Total comprehensive income and expense for the period	(9,088,208)	13,495,139	(8,899,756)	7,614,011
<b>Balance at 30 June</b>	<b>Rs 529,731,318</b>	<b>558,625,988</b>	<b>531,161,346</b>	<b>353,853,304</b>

**QUALITY BEVERAGES LIMITED**  
**STATEMENTS OF CASH FLOWS**

	THE GROUP		THE COMPANY	
	6 months ended	6 months ended	6 months ended	6 months ended
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	69,711,691	55,644,350	37,493,473	43,314,804
NET CASH USED IN INVESTING ACTIVITIES	(14,901,857)	(14,864,484)	(9,938,363)	(10,381,136)
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	66,428,815	(63,207,465)	69,345,132	(49,694,212)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	121,238,649	(22,427,598)	96,900,242	(16,760,545)
CASH AND CASH EQUIVALENTS-OPENING	9,711,185	23,120,993	(5,236,855)	35,272,431
CASH AND CASH EQUIVALENTS-CLOSING	Rs 130,949,834	693,395	91,663,387	18,511,886

	THE GROUP			
	Quarter ended	Quarter ended	6 months ended	6 months ended
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs	Rs	Rs	Rs
<b>Revenue</b>				
Manufacturing and trading	295,547,111	375,742,361	636,458,822	751,186,977
Advertising	1,776,858	5,803,472	4,492,503	9,579,899
<b>Rs</b>	<b>297,323,970</b>	<b>381,545,833</b>	<b>640,951,325</b>	<b>760,766,875</b>
<b>Segment Results</b>				
Manufacturing and trading	(7,987,207)	639,494	(9,167,510)	14,038,108
Advertising	(208,392)	1,282,400	(907,453)	2,110,669
<b>Rs</b>	<b>(8,195,599)</b>	<b>1,921,894</b>	<b>(10,074,963)</b>	<b>16,148,777</b>
Profit before taxation	1,826,030	(442,113)	2,454,155	(2,653,638)
Taxation	(6,369,569)	1,479,781	(7,620,808)	13,495,139
<b>Rs</b>	<b>(6,369,569)</b>	<b>1,479,781</b>	<b>(7,620,808)</b>	<b>13,495,139</b>

**NOTES:**

The interim condensed financial statements for the six months ended 30 June 2020 are unaudited and are prepared using the same accounting policies and methods of computation as those adopted in the statutory financial statements for the year ended 31st December 2019.

**Results as compared to same period last year:**

Group results for the first six months of 2020 were impacted by COVID-19 related lockdown that led to a sharp drop in sales especially in the away from home channel. As a result, Group revenue for the first six months ended at Rs641 million, compared to Rs761 million same period prior year. The fall in sales coupled with the depreciation of the Mauritian Rupee against major currencies resulted in a Group loss of Rs7.6 million compared to a profit of Rs13.5 million prior year.

**PROSPECTS**

In the current environment, future consumption patterns remain uncertain as many industries, specially tourism and leisure industries are still adversely impacted by the effect of the pandemic. In this context, the Group will continue reinforcing a cost reduction approach as well as a strict focus on cash and liquidity whilst pursuing opportunities.

**By order of the Board**

Currimjee Secretaries Limited  
Secretary  
Dated this: 13th August 2020

*The Board of Directors of Quality Beverages Limited accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements prepared in accordance with International Financial Reporting Standards. Copies of the report are available to the public, free of charge, at the registered office of the Company: 38, Royal Street, Port Louis.*

*These Financial Statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.*

The statement of direct and indirect interests pursuant to the rule 8(2)(m) of the Securities Act(Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, Currimjee Secretaries Limited.