

**QUALITY BEVERAGES LIMITED**

**ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020**

**STATEMENTS OF FINANCIAL POSITION**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<u>31 March 2020</u>	<u>31 December 2019</u>	<u>31 March 2020</u>	<u>31 December 2019</u>
	Rs	Rs (Audited)	Rs	Rs (Audited)
<b>ASSETS</b>				
Non-current assets	957,002,274	977,154,930	948,365,264	966,734,920
Current assets	567,716,794	618,412,755	528,318,816	583,769,233
<b>TOTAL ASSETS</b>	<b>Rs 1,524,719,068</b>	<b>1,595,567,685</b>	<b>1,476,684,080</b>	<b>1,550,504,153</b>
<b>EQUITY AND LIABILITIES</b>				
Capital and reserves				
Attributable to owners of the company	537,568,286	538,819,526	539,185,044	540,061,103
Non-current liabilities	508,473,156	522,234,016	497,301,589	509,700,687
Current liabilities	478,677,625	534,514,143	440,197,447	500,742,363
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>Rs 1,524,719,068</b>	<b>1,595,567,685</b>	<b>1,476,684,080</b>	<b>1,550,504,153</b>

**STATEMENTS OF COMPREHENSIVE INCOME**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<u>Quarter ended</u>	<u>Quarter ended</u>	<u>Quarter ended</u>	<u>Quarter ended</u>
	<u>31 March 2020</u>	<u>31 March 2019</u>	<u>31 March 2020</u>	<u>31 March 2019</u>
	Rs	Rs (Restated)	Rs	Rs
Revenue	343,627,355	379,221,042	277,302,110	230,030,869
Operating Profit	3,791,862	20,171,130	3,955,978	16,124,299
Finance costs	(5,671,226)	(5,944,248)	(5,389,327)	(4,898,615)
(Loss)/Profit before taxation	(1,879,365)	14,226,883	(1,433,349)	11,225,684
Taxation	628,125	(2,211,525)	557,290	(1,463,505)
<b>(Loss)/Profit after taxation for the period</b>	<b>Rs (1,251,240)</b>	<b>12,015,358</b>	<b>(876,059)</b>	<b>9,762,179</b>
Other comprehensive income/(loss) for the period	-	-	-	-
<b>Total comprehensive income/(loss) for the period</b>	<b>Rs (1,251,240)</b>	<b>12,015,358</b>	<b>(876,059)</b>	<b>9,762,179</b>
Earnings per share	<b>Rs -0.06</b>	<b>0.54</b>		

**STATEMENTS OF CHANGES IN EQUITY**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	<u>Quarter ended</u>	<u>Quarter ended</u>	<u>Quarter ended</u>	<u>Quarter ended</u>
	<u>31 March 2020</u>	<u>31 March 2019</u>	<u>31 March 2020</u>	<u>31 March 2019</u>
	Rs	Rs (Restated)	Rs	Rs
<b>Balance at 1 January</b>	<b>538,819,526</b>	<b>327,383,962</b>	<b>540,061,103</b>	<b>346,239,293</b>
Prior year adjustment	-	217,746,885	-	-
As restated	538,819,526	545,130,847	540,061,103	346,239,293
Profit for the period	(1,251,240)	12,015,358	(876,059)	9,762,179
Other comprehensive income/(loss)	-	-	-	-
Total comprehensive income for the period	(1,251,240)	12,015,358	(876,059)	9,762,179
<b>Balance at 31 March</b>	<b>Rs 537,568,286</b>	<b>557,146,205</b>	<b>539,185,044</b>	<b>356,001,472</b>

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

	THE GROUP		THE COMPANY	
	Quarter ended 31 March 2020	Quarter ended 31 March 2019 (Restated)	Quarter ended 31 March 2020	Quarter ended 31 March 2019
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES	1,392,020	47,810,324	(15,104,017)	22,281,793
NET CASH USED IN INVESTING ACTIVITIES	(5,692,229)	(4,800,538)	(5,698,511)	(3,341,248)
NET CASH USED IN FINANCING ACTIVITIES	(402,460)	(39,715,563)	6,041,308	(29,072,639)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(4,702,669)	3,294,223	(14,761,220)	(10,132,093)
CASH AND CASH EQUIVALENTS-OPENING	9,711,170	23,120,993	(5,236,856)	35,272,431
CASH AND CASH EQUIVALENTS-CLOSING	5,008,501	26,415,216	(19,998,076)	25,140,338

**SEGMENTAL INFORMATION - GROUP**

	THE GROUP	
	Quarter ended 31 March 2020	Quarter ended 31 March 2019 (Restated)
	Rs	Rs
<b>Revenue</b>		
Manufacturing and trading	340,911,710	375,444,616
Advertising	2,715,644	3,776,427
<b>Rs</b>	<b>343,627,355</b>	<b>379,221,042</b>
<b>Segment Results</b>		
Manufacturing and trading	(1,180,303)	13,398,613
Advertising	(699,061)	828,269
<b>Rs</b>	<b>(1,879,365)</b>	<b>14,226,883</b>
Profit before taxation		
Taxation	628,125	(2,211,525)
<b>Rs</b>	<b>(1,251,240)</b>	<b>12,015,358</b>

**NOTES:**

The interim condensed financial statements for the quarter ended 31 March 2020 are unaudited and prepared in accordance with International Financial Reporting Standard and on the same basis as the accounting policies set out in the audited statutory financial statements for the year ended 31 December 2019.

**Results**

Group revenue for the quarter ended at Rs343.62 million, 9.4% lower compared to same period prior year. This was driven by the unprecedented situation created during the Covid-19 lockdown.

The negative effect of the lockdown on the Group sales and the depreciation of the Mauritian Rupee against major currencies resulted in a Group loss after tax of Rs 1.25 million compared to a profit after tax of Rs 12.02 million prior year.

A dividend of Rs 33million was declared in December 2019 and paid in January 2020.

**PROSPECTS**

In the current year, the Group will continue to be negatively impacted by the COVID-19 effect. To help mitigate the impact of lower sales volume, a cost approach is being reinforced as well as a strict focus on cash.

As we look beyond the confinement period, we expect a slow and gradual recovery of the food and beverage business as trade outlets begin to reopen and we are focused on optimising all new opportunities that may arise.

**By order of the Board**

Currimjee Secretaries Limited

Secretary

Dated this: 15 May 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.