

QUALITY BEVERAGES LIMITED

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2022

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	<u>31 March 2022</u>	<u>31 December 2021</u>	<u>31 March 2022</u>	<u>31 December 2021</u>
	<u>(Unaudited)</u>	<u>(Audited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
	Rs	Rs	Rs	Rs
ASSETS				
Non-current assets	1,136,550,559	1,150,962,119	1,141,617,484	1,154,389,247
Current assets	531,327,319	597,303,599	501,303,721	564,147,081
TOTAL ASSETS	Rs 1,667,877,878	1,748,265,718	1,642,921,205	1,718,536,328
EQUITY AND LIABILITIES				
Capital and reserves				
Total Equity	556,806,696	557,073,026	554,559,487	554,206,568
Non-current liabilities	598,660,823	569,909,834	595,766,482	566,873,154
Current liabilities	512,410,359	621,282,858	492,595,236	597,456,606
TOTAL EQUITY AND LIABILITIES	Rs 1,667,877,878	1,748,265,718	1,642,921,205	1,718,536,328

CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Quarter ended	Quarter ended	Quarter ended	Quarter ended
	<u>31 March 2022</u>	<u>31 March 2021</u>	<u>31 March 2022</u>	<u>31 March 2021</u>
	<u>(Unaudited)</u>	<u>(Restated)</u>	<u>(Unaudited)</u>	<u>(Restated)</u>
	Rs	Rs	Rs	Rs
Revenue from contracts with customers	427,270,132	318,502,427	370,341,164	266,032,403
Operating Profit/(Loss)	10,688,250	(16,154,839)	11,319,534	(14,768,796)
Finance costs	(5,949,748)	(3,822,507)	(5,943,655)	(3,637,000)
Profit/(Loss) before taxation	4,738,502	(19,977,346)	5,375,878	(18,405,797)
Taxation	(5,004,832)	3,507,506	(5,022,959)	3,166,611
Profit/(Loss) for the period	Rs (266,330)	(16,469,840)	352,919	(15,239,186)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	Rs (266,330)	(16,469,840)	352,919	(15,239,186)
Basic and diluted earnings per share	Rs (0.01)	(0.45)	-	-

CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	Quarter ended	Quarter ended	Quarter ended	Quarter ended
	<u>31 March 2022</u>	<u>31 March 2021</u>	<u>31 March 2022</u>	<u>31 March 2021</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
	Rs	Rs	Rs	Rs
Balance at 1 January	557,073,026	393,438,341	554,206,568	394,826,595
Profit/(Loss) for the period	(266,330)	(16,469,840)	352,919	(15,239,186)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	(266,330)	(16,469,840)	352,919	(15,239,186)
Balance at 31 March	Rs 556,806,696	376,968,501	554,559,487	379,587,409

QUALITY BEVERAGES LIMITED
CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Quarter ended	Quarter ended	Quarter ended	Quarter ended
	31 March 2022 (Unaudited)	31 March 2021 (Unaudited)	31 March 2022 (Unaudited)	31 March 2021 (Unaudited)
	Rs	Rs	Rs	Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	23,076,074	49,365,077	19,795,720	48,906,135
NET CASH USED IN INVESTING ACTIVITIES	(13,969,721)	(35,275,395)	(13,969,721)	(35,275,395)
NET CASH USED IN FINANCING ACTIVITIES	(16,108,692)	(18,323,079)	(9,334,481)	(6,673,780)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(7,002,339)	(4,233,398)	(3,508,482)	6,956,960
EFFECTS OF CURRENCY TRANSLATION	278,829	(809,658)	278,829	(809,658)
CASH AND CASH EQUIVALENTS-OPENING	28,380,283	(30,680,908)	5,297,834	(51,016,346)
CASH AND CASH EQUIVALENTS-CLOSING	Rs 21,656,773	(35,723,964)	2,068,182	(44,869,044)

	THE GROUP	
	Quarter ended	Quarter ended
	31 March 2022 (Unaudited)	31 March 2021 (Restated)
	Rs	Rs
Revenue		
Manufacturing and trading	425,236,928	316,652,119
Advertising	2,033,204	1,850,307
Rs	427,270,132	318,502,427
Segment Results		
Manufacturing and trading	5,273,792	(19,742,213)
Advertising	(535,290)	(235,133)
Rs	4,738,502	(19,977,346)
Profit/(Loss) before taxation	4,738,502	(19,977,346)
Taxation	(5,004,832)	3,507,506
Rs	(266,330)	(16,469,840)

NOTES:

The unaudited condensed financial statements for the quarter ended 31 March 2022 are 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 2021.

RESULTS

The Group's strategic initiative to expand its portfolio has begun to deliver positive results. A new range of snacks was added to its food portfolio at the end of 2021, a strong focus put on non-sugar drinks and new family packs were introduced in early 2022. This, and the volume growth across all our core food and beverage categories helped to deliver an increase in Group revenue by 34% and to reach Rs427.27 million compared to Rs318.50 million in the same period prior year.

As a result of an improved top line performance, the Group ended the quarter with a profit before tax of Rs4.74 million compared to a loss before tax of Rs19.98 million prior year.

PROSPECTS

The recent conflict between Russia and Ukraine has added uncertainty to a global economy beginning to recover from pandemic days. The impact in the Mauritian economy will depend on the duration of the war but it will most likely slow down growth, drive price increases and add disruption in the supply chain, which will put pressure on profitability and on the supply of our products. In this context, the Group has taken necessary measures to help mitigate the effects from this adverse environment, including securing long-term contracts for key raw materials, increase stock levels and reinforcing a cost reduction approach.

By order of the Board

Currime Secretaries Limited
Secretary

Dated this: 11 May 2022

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, Currime Secretaries Limited