

Vivo Energy Mauritius Limited - Abridged Financial Statements

INCOME STATEMENT

FOR THE THREE MONTHS ENDED 31 MARCH 2019

	Unaudited Three months ended 31 March 2019 Rs'000	(Restated) Unaudited Three months ended 31 March 2018 Rs'000
Revenue from contracts with customers	2,914,017	2,731,329
Cost of sales	(2,677,266)	(2,540,895)
Gross profit	236,751	190,434
Other income	15,362	15,771
Other losses on exchange – net	(3,685)	(1,137)
Distribution costs	(9,999)	(9,374)
Administrative expenses	(128,316)	(112,867)
Operating profit	110,113	82,827
Finance income	1,879	992
Finance costs	(10,418)	(9,005)
Finance costs – net	(8,539)	(8,013)
Share of profit of joint ventures	1,806	2,064
Profit before income tax	103,380	76,878
Income tax expense	(16,714)	(12,684)
Profit for the period	86,666	64,194
Basic and diluted earnings per share	Rs 2.96	2.19
Number of shares used in the calculation	000's 29,322	29,322

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED 31 MARCH 2019

	Unaudited Three months ended 31 March 2019 Rs'000	(Restated) Unaudited Three months ended 31 March 2018 Rs'000
Profit for the period	86,666	64,194
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Re-measurements of retirement benefit obligations	22,317	-
Effects of deferred tax on re-measurements of retirement benefit obligations	(3,794)	-
Other comprehensive income for the period, net of tax	18,523	64,194
Total comprehensive income for the period	105,189	64,194

STATEMENT OF FINANCIAL POSITION - 31 MARCH 2019

	Unaudited 31 March 2019 Rs'000	Audited 31 December 2018 Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,168,688	1,178,431
Right-of-use assets	281,666	292,985
Prepaid leases	8,482	8,627
Intangible assets	826	1,006
Financial assets at amortised cost	2,824	3,540
Investment in joint ventures	39,617	37,811
	1,502,103	1,522,400
Current assets		
Inventories	736,546	844,513
Trade and other receivables	837,790	965,035
Cash and cash equivalents	282,170	447,804
	1,856,506	2,257,352
Total assets	3,358,609	3,779,752
EQUITY & LIABILITIES		
Equity		
Share capital	293,223	293,223
Retained earnings	749,861	764,014
Total equity	1,043,084	1,057,237
LIABILITIES		
Non-current liabilities		
Deferred income tax liabilities	80,517	76,624
Retirement benefit obligations	48,587	74,528
Lease liability	280,340	288,624
	409,444	439,776
Current liabilities		
Bank overdrafts	211,385	206,975
Trade and other payables	1,207,525	1,607,063
Deposits on LPG cylinders	397,725	393,674
Current income tax liabilities	38,633	22,016
Lease liability	50,813	53,011
	1,906,081	2,282,739
Total liabilities	2,315,525	2,722,515
Total equity and liabilities	3,358,609	3,779,752

STATEMENT OF CHANGES IN EQUITY

FOR THE THREE MONTHS ENDED 31 MARCH 2019

	Share capital Rs'000	Retained earnings Rs'000	Total equity Rs'000
At 01 January 2019	293,223	764,014	1,057,237
Comprehensive income			
Profit for the period	-	86,666	86,666
Other comprehensive income	-	18,523	18,523
Total comprehensive income	-	105,189	105,189
Transactions with owners			
Dividends declared	-	(119,342)	(119,342)
Total transactions with owners	-	(119,342)	(119,342)
At 31 March 2019	293,223	749,861	1,043,084
At 01 January 2018 (as restated)	293,223	708,175	1,001,398
Comprehensive income			
Profit for the period	-	64,194	64,194
Other comprehensive income	-	-	-
Total comprehensive income (as restated)	-	64,194	64,194
Transactions with owners			
Dividends declared	-	(47,209)	(47,209)
Total transactions with owners	-	(47,209)	(47,209)
At 31 March 2018 (as restated)	293,223	725,160	1,018,383

STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED 31 MARCH 2019

	Unaudited Three months ended 31 March 2019 Rs'000	(Restated) Unaudited Three months ended 31 March 2018 Rs'000
Cash flows from operating activities		
Profit before income tax	103,380	76,878
Adjustments for:		
Depreciation on property, plant and equipment	29,755	28,271
Depreciation on right-of-use assets	11,319	12,263
Amortisation of intangible assets	180	366
Amortisation of prepaid leases	145	144
Loss allowance for receivables	2,131	510
Interest expense	9,488	7,920
Profit on disposal of property, plant and equipment	-	(116)
Interest income	(1,879)	(992)
Unrealised (gain)/loss on exchange	(4,918)	2,419
Share of profit of joint venture	(1,806)	(2,064)
Charge for retirement benefit obligations	1,059	1,470
Cash generated before working capital changes	148,854	127,069
Decrease/(Increase) in inventories	107,967	(160,257)
Decrease in receivables and prepayments	125,830	122,871
Decrease in trade and other payables	(517,645)	(80,128)
Increase in deposits on LPG cylinders	4,051	2,083
Cash generated from/(used in) operations	(130,943)	11,638
Interest paid	(9,488)	(7,920)
Income tax paid	-	(112)
Retirement benefit contributions paid	(4,682)	(4,628)
Net cash used in operating activities	(145,113)	(1,022)
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	-	210
Interest received	1,879	992
Payments for purchase of property, plant and equipment	(20,013)	(4,799)
Net cash used in investing activities	(18,134)	(3,597)
Cash flows from financing activities		
Repayment of lease liability	(10,482)	(9,773)
Net cash used in financing activities	(10,482)	(9,773)
Net decrease in cash, cash equivalents and bank overdrafts	(173,729)	(14,392)
Cash, cash equivalents and bank overdrafts at beginning of year	240,829	269,800
Effect of exchange rate changes on cash and bank overdrafts	3,685	(2,309)
Cash, cash equivalents and bank overdrafts at end of period	70,785	253,099

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED 31 MARCH 2019

1. GENERAL INFORMATION
Vivo Energy Mauritius Limited (the "Company") is a limited liability company listed on the Stock Exchange of Mauritius and is incorporated and domiciled in Mauritius.

This condensed interim financial information was authorised for issue by the Board of Directors on 14 May 2019.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES
This condensed interim financial information for the three months ended 31 March 2019 has been prepared in accordance with and complies with International Accounting Standard IAS 34, Interim Financial Reporting. This condensed interim financial information should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

The principal accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the previous year's audited financial statements.

3. PRIOR YEAR RESTATEMENT
In November 2014, there has been a change in Vivo Group depreciation policy for LPG cylinders, from 5 to 10 years. This change has not been applied by Vivo Energy Mauritius Limited. In line with IAS 8, the financial statements have been restated to that effect.

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Revenue from contracts with customers	1,686,627	1,227,390	2,914,017
Segment results	65,311	54,887	120,198
Unallocated costs			(10,085)
Operating profit			110,113

	Regulated	Non-regulated	Total
Revenue from contract with customers	1,747,463	983,866	2,731,329
Segment results	56,650	55,684	112,334
Unallocated costs			(29,507)
Operating profit			82,827

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Segment assets	1,287,185	1,507,406	2,794,591
Joint venture	20,558	19,059	39,617
Unallocated assets			524,401
Total assets	802,168	1,034,554	3,358,609
Segment liabilities	802,168	1,034,554	1,836,722
Unallocated liabilities			478,803
Total liabilities	802,168	1,034,554	2,315,525

	Regulated Rs'000	Non-regulated Rs'000	Total Rs'000
Segment assets	1,573,422	1,130,581	2,704,003
Joint venture	19,125	18,686	37,811
Unallocated assets			1,037,938
Total assets	680,308	572,514	3,779,752
Segment liabilities	680,308	572,514	1,252,822
Unallocated liabilities			1,469,693
Total liabilities	680,308	572,514	2,722,515

4. REVIEW OF RESULTS
Sales have increased by Rs. 182.7 m (6.7%) when compared to same period last year while the gross margin has increased by Rs. 46 m (24%). This is mainly due to good performance of the international business. Administrative expenses have increased by Rs. 15 m. This encapsulates one off expenses linked to the final stage in the implementation of the SAP software. The operating profit has increased by 33% compared to same period last year. The total comprehensive income was positively impacted by Rs.18 m.

construction. They are expected to open in the second quarter.

7. CONDENSED INTERIM FINANCIAL INFORMATION
This condensed interim financial information is unaudited.

The statement of direct and indirect interests of officers of the Company required under Rule 8 (2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Company Secretary, Executive Services Limited, Les Jamalacs Building, Jules Koenig Street, Port Louis.

Copies of this condensed interim financial information are available free of charge on request at the registered office of the Company, Roche-Bois, Port Louis.

This condensed interim financial information is issued pursuant to Listing Rule 12.20. The Board of Directors of Vivo Energy Mauritius Limited accepts full responsibility for the information contained in this unaudited condensed interim financial information.

BY ORDER OF THE BOARD
14 May 2019