

QUALITY BEVERAGES LIMITED**ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021****CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION**

	THE GROUP		THE COMPANY	
	<u>31 December 2021</u>	<u>31 December 2020</u>	<u>31 December 2021</u>	<u>31 December 2020</u>
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	Rs	Rs	Rs
ASSETS				
Non-current assets	1,150,962,119	1,071,995,200	1,154,389,247	1,068,515,924
Current assets	597,303,599	526,761,822	564,147,081	492,571,620
TOTAL ASSETS	Rs 1,748,265,718	1,598,757,022	1,718,536,328	1,561,087,544
EQUITY AND LIABILITIES				
Capital and reserves				
Total Equity	557,073,026	393,438,341	554,206,568	394,826,595
Non-current liabilities	569,909,834	702,294,337	566,873,154	694,919,377
Current liabilities	621,282,858	503,024,344	597,456,606	471,341,572
TOTAL EQUITY AND LIABILITIES	Rs 1,748,265,718	1,598,757,022	1,718,536,328	1,561,087,544

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

	THE GROUP		THE COMPANY	
	<u>Year ended</u>	<u>Year ended</u>	<u>Year ended</u>	<u>Year ended</u>
	<u>31 December 2021</u>	<u>31 December 2020</u>	<u>31 December 2021</u>	<u>31 December 2020</u>
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	Rs	Rs	Rs
Revenue from contracts with customers	1,490,784,932	1,418,881,042	1,250,570,163	1,160,447,998
Operating Profit/(Loss)	23,560,759	(14,359,225)	19,973,628	(15,616,927)
Finance costs	(18,552,707)	(19,187,628)	(18,217,328)	(18,176,006)
Profit/(Loss) before taxation	5,008,052	(33,546,853)	1,756,300	(33,792,933)
Taxation	(376,307)	10,275,843	(381,607)	9,813,700
Profit/(Loss) for the year	Rs 4,631,745	(23,271,010)	1,374,693	(23,979,233)
Other comprehensive income/(loss) for the year	159,002,940	(122,110,175)	158,005,280	(121,255,275)
Total comprehensive income/(loss) for the year	Rs 163,634,685	(145,381,185)	159,379,973	(145,234,508)
Basic and diluted earnings per share	Rs 0.13	(0.63)	-	-

CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	<u>Year ended</u>	<u>Year ended</u>	<u>Year ended</u>	<u>Year ended</u>
	<u>31 December 2021</u>	<u>31 December 2020</u>	<u>31 December 2021</u>	<u>31 December 2020</u>
	(Audited)	(Audited)	(Audited)	(Audited)
	Rs	Rs	Rs	Rs
Balance at 1 January	393,438,341	538,819,526	394,826,595	540,061,103
Profit/(Loss) for the year	4,631,745	(23,271,010)	1,374,693	(23,979,233)
Other comprehensive income/(loss) for the year	159,002,940	(122,110,175)	158,005,280	(121,255,275)
Total comprehensive income/(loss) for the year	163,634,685	(145,381,185)	159,379,973	(145,234,508)
Balance at 31 December	Rs 557,073,026	393,438,341	554,206,568	394,826,595

QUALITY BEVERAGES LIMITED
CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Year ended 31 December 2021 (Audited) Rs	Year ended 31 December 2020 (Audited) Rs	Year ended 31 December 2021 (Audited) Rs	Year ended 31 December 2020 (Audited) Rs
NET CASH GENERATED FROM OPERATING ACTIVITIES	71,601,561	156,801,749	52,131,449	140,809,102
NET CASH USED IN INVESTING ACTIVITIES	(156,651,030)	(219,607,519)	(156,651,033)	(215,305,787)
NET CASH GENERATED FROM FINANCING ACTIVITIES	143,260,653	16,074,891	160,058,187	22,378,411
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	58,211,184	(46,730,879)	55,538,603	(52,118,274)
EFFECTS OF CURRENCY TRANSLATION	850,009	(3,374,688)	775,577	(3,374,689)
CASH AND CASH EQUIVALENTS-OPENING	(30,680,910)	19,424,657	(51,016,346)	4,476,617
CASH AND CASH EQUIVALENTS-CLOSING	Rs 28,380,283	(30,680,910)	5,297,834	(51,016,346)

SEGMENTAL INFORMATION - GROUP

	THE GROUP	
	Year ended 31 December 2021 (Audited) Rs	Year ended 31 December 2020 (Audited) Rs
Revenue		
Manufacturing and trading	1,481,203,209	1,407,579,680
Advertising	9,581,723	11,301,362
Rs	1,490,784,932	1,418,881,042
Segment Results		
Manufacturing and trading	4,329,591	(33,260,331)
Advertising	678,461	(286,522)
Rs	5,008,052	(33,546,853)
Taxation	(376,307)	10,275,843
Rs	4,631,745	(23,271,010)

NOTES:

The audited condensed financial statements for the year ended 31 December 2021 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 2020.

RESULTS

The effect of the COVID-19 pandemic has continued during 2021 to create volatility in the Mauritian market and around the world. The Group and the Company's activities were negatively impacted by the unprecedented effect from this pandemic that especially affected our beverage category. However, the improved performance of our food category during the second half of the year and the introduction of a new snacks range during the last quarter helped to offset the impact from the fall in beverage volume. As a result, Group revenue for the year increased by 5%, from Rs1.42 billion prior year to Rs1.49 billion in the year under review.

The Group returned back to profitability and ended with a profit after tax of Rs4.6million compared to a loss after tax of Rs23.3million prior year. This improved profitability was mainly driven by revenue growth and a positive impact from Retirement Benefit Obligations remeasurements.

PROSPECTS

The duration and spread of the COVID-19 pandemic and the recent conflict between Russia and Ukraine will continue to add uncertainty and slow down the recovery of the economy in Mauritius and around the world. Consumption patterns remain uncertain and price of commodities may be significantly affected. In this context, the Group has taken necessary measures to help mitigate the effects from this adverse environment, including rethinking its procurement strategy, expanding its portfolio into new categories, reinforcing a cost reduction approach and keeping a strict focus on cash and liquidity.

By order of the Board

Currimjee Secretaries Limited
Secretary

Dated this: 22 March 2022

The Board of Directors of Quality Beverages Limited accepts full responsibility for the accuracy of the information contained in these condensed audited 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 18

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.