

CHOPPIES

Great value for your money!

CHOPPIES ENTERPRISES LIMITED

REVIEWED INTERIM GROUP FINANCIAL RESULTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2019

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	(Reviewed) 6 Months ended 31 December, 2019 P'000	(Reviewed) 6 Months ended 31 December, 2018* P'000	(Audited) 12 Months ended 30 June, 2019* P'000
Revenue	2,968,967	3,595,991	5,358,993
Cost of sales	(2,288,942)	(2,786,235)	(4,142,713)
Gross profit	680,025	809,756	1,216,280
Other operating income	28,700	17,670	56,645
Operating income	708,725	827,426	1,272,925
Expenditure	(564,071)	(712,079)	(1,180,542)
Net impairment losses	590	(17,993)	(19,924)
Administrative expenses	(473,252)	(553,183)	(924,434)
Selling and distribution expenses	(27,298)	(49,438)	(72,430)
Net monetary loss on translating Zimbabwean entities	(14,017)	-	(354)
Other operating expenses	(50,094)	(91,465)	(163,400)
Operating (Loss) profit before interest	144,654	115,347	92,383
Finance costs	(50,473)	(38,037)	(63,059)
Finance income	48	145	257
(Loss) Profit before taxation	94,229	77,455	29,581
Taxation	(28,692)	(780)	(22,597)
Profit/(loss) from continuing operations	65,537	76,675	6,984
Loss from discontinued operations	(204,714)	(136,275)	(435,676)
(Loss) Profit for the period	(139,177)	(59,600)	(428,692)
Attributable to:			
Owners of the company	(123,389)	(52,444)	(393,662)
From continuing operations	68,019	75,719	42,014
From discontinued operations	(191,408)	(128,163)	(435,676)
Non-controlling interests	(15,788)	(7,156)	(35,030)
From continuing operations	(2,482)	955	(5,097)
From discontinued operations	13,306	(8,111)	(29,933)
Other comprehensive (loss) income			
Items that may be reclassified to profit or loss			
Exchange differences on translating foreign operations	(52,975)	31,024	(299,111)
Exchange differences on translating foreign operations in hyperinflationary economy	(44,506)	-	71,392
Attributable to:			
Owners of the company	(98,547)	29,443	(229,456)
Non-controlling interests	1,066	1,581	1,737
Total comprehensive (loss) income Attributable to:	(236,658)	(28,576)	(656,411)
Owners of the company	(221,936)	(23,001)	(623,118)
Non-controlling interest	(14,722)	(5,575)	(33,293)
Basic (loss) earnings per share - Thebe	(9.47)	(4.02)	(30.20)
Continuing operations	5.22	5.81	3.22
Discontinuing operations	(14.69)	(9.83)	(33.42)
Diluted (loss) earnings per share - Thebe	(9.47)	(4.02)	(30.20)
Continuing operations	5.22	5.81	3.22
Discontinuing operations	(14.69)	(9.83)	(33.42)
Headline (loss) earnings per share - Thebe	(9.29)	(2.58)	(25.87)
Continuing operations	5.44	6.97	5.07
Discontinuing operations	(14.73)	(9.55)	(30.94)
Diluted headline (loss) earnings per share - Thebe	(9.29)	(2.58)	(25.87)
Continuing operations	5.44	6.97	5.07
Discontinuing operations	(14.73)	(9.55)	(30.94)

*The disclosure of the Group's results is affected by the decision of the Board to discontinue / dispose of its operations in South Africa, Kenya, Tanzania, and Mozambique. Accordingly, the results of these operations are disclosed with effect from 1 July 2019 in terms of IFRS 5 "Discontinued Operations". Income statement for June 2019 and December 2018 also regrouped to comply with the presentation requirement of IFRS 5 with regard to discontinued operations.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(Reviewed) 31 December, 2019 P'000	(Reviewed) 31 December, 2018 P'000	(Audited) 30 June, 2019 P'000
Assets			
Non-current assets	1,188,926	1,483,008	1,169,452
Property plant and equipment	552,692	1,229,422	1,056,020
Intangible assets and goodwill	42,670	182,615	86,414
Right of use assets	586,003	-	-
Deferred taxation	-	3,967	-
Investments in new projects	7,561	67,004	27,018
Current assets	565,684	1,858,005	1,017,670
Inventories	323,616	1,021,087	574,069
Amounts due from related entities	6,171	62,366	14,956
Other financial assets	3	3	3
Advances and deposits	45,780	117,409	82,502
Taxation refundable	-	26,557	16,676
Trade and other receivables	96,005	189,959	96,449
Restricted cash	13,559	115,330	26,300
Cash and cash equivalents	80,550	325,294	206,715
Assets classified as held for sale	778,619	-	-
Total assets	2,533,229	3,341,013	2,187,122
Equity and Liabilities			
Equity	(316,804)	547,688	(80,147)
Stated capital	906,196	906,196	906,196
Retained (loss) earnings	(799,568)	(332,701)	(676,179)
Treasury shares	(29,616)	(29,616)	(29,616)
Hyper inflationary reserve	26,886	-	71,392
Foreign currency translation reserve	(348,889)	35,442	(294,849)
Non controlling interests	(71,813)	(31,633)	(57,091)
Non-current liabilities	1,019,731	880,162	778,079
Long term borrowings	476,282	727,023	626,707
Lease liability	514,966	-	-
Deferred taxation	28,483	40,872	32,262
Straightlining lease obligation	-	112,267	119,110
Current liabilities	1,041,940	1,913,163	1,489,190
Current portion of straightlining lease obligation	14	10,492	16,303
Bank overdraft	195,217	172,935	248,155
Trade and other payables	495,336	1,499,034	1,055,225
Amounts due to related entities	62,155	145,173	118,002
Taxation payable	16,384	5,737	5,388
Current portion of lease liability	158,641	-	-
Current portion of long term borrowings	114,193	79,792	46,117
Liabilities classified as held for sale	788,362	-	-
Total liabilities	2,850,033	2,793,325	2,267,269
Total equity and liabilities	2,533,229	3,341,013	2,187,122

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Particulars	Stated Capital P'000	Retained Earnings (loss) P'000	Treasury Shares P'000	Hyper inflationary reserve P'000	Foreign Currency Translation Reserve P'000	Attributable to equity holders P'000	Non Controlling Interest P'000	Total P'000
Balance as at 1st July, 2018 (Audited)	906,196	(280,257)	(29,616)	-	5,999	602,322	(26,058)	567,264
Total comprehensive (loss) income for the period	-	(52,444)	-	-	29,443	(23,001)	(5,575)	(28,576)
Loss for the 6 months	-	(52,444)	-	-	-	(52,444)	(7,156)	(59,600)
Other comprehensive (loss) income	-	-	-	-	29,443	29,443	1,581	31,024
Balance as at 31 December, 2018 (Reviewed)	906,196	(332,701)	(29,616)	-	35,442	579,321	(31,633)	547,688
Total comprehensive (loss) income for the period	-	(343,478)	-	71,392	(330,291)	(602,377)	(25,458)	(627,833)
Loss for the 6 months	-	(341,218)	-	-	-	(341,218)	(27,874)	(369,090)
Other comprehensive (loss) income	-	-	-	71,392	(330,291)	(258,899)	156	(258,743)
Other equity adjustment	-	(2,260)	-	-	-	(2,260)	2,260	-
Total distributions to owners of company recognised directly in equity	-	-	-	-	-	-	-	-
Balance at 30 June, 2019 (Audited)	906,196	(676,179)	(29,616)	71,392	(294,849)	(23,056)	(57,091)	(80,147)
Loss for the 6 months	-	(123,389)	-	-	-	(123,389)	(15,788)	(139,177)
Other comprehensive loss	-	-	-	(44,506)	(54,040)	(98,546)	1,066	(97,480)
Total comprehensive loss for the 6 months	-	(123,389)	-	(44,506)	(54,040)	(221,935)	(14,722)	(336,657)
Balance at 31 December, 2019 (Reviewed)	906,196	(799,568)	(29,616)	26,886	(348,889)	(244,991)	(71,813)	(316,804)

CONSOLIDATED STATEMENT OF CASH FLOWS

Particulars	(Reviewed) 6 Months ended 31 December, 2019 P'000	(Reviewed) 6 Months ended 31 December, 2018 P'000	(Audited) 12 Months ended 30 June, 2019 P'000	HEADLINE EARNINGS PER SHARE COMPUTATION
Net cash flows generated from operating activities of continuing region	243,739	266,267	313,099	Basic Earnings
Net cash flows generated from operating activities of discontinuing region	(158,513)	42,490	(30,698)	Remeasurements
Net cash flows used in investment activities of continuing region	(22,741)	(75,968)	(10,549)	Loss on disposal of asset
Net cash flows used in investment activities of discontinuing region	(37,524)	(76,555)	(109,990)	Impairment losses
Net cash flows generated from financing activities of continuing region	(158,788)	(70,005)	(220,414)	Tax Impact
Net cash flows generated from financing activities of discontinuing region	62,598	14,642	(2,357)	Headline Earnings
Net movement in cash and cash equivalents	(71,229)	100,871	(60,909)	Number of shares for basic earnings
Cash and cash equivalents at beginning of the period for continuing operations	(66,573)	14,928	14,928	Weighted Average Number of Shares
Cash and cash equivalents included in disposal groups	33,532	-	(25,133)	Basic HEPS
Effect of translation of foreign entities	(10,397)	36,560	4,541	Diluted HEPS
Cash and cash equivalents at end of the period	(114,667)	152,359	(66,573)	

