

PERFORMANCE FOR THE QUARTER ENDED 31 MARCH 2024

FINANCIAL		OPERATIONAL							
REVENUE	MUR 805m	EBITDA	MUR 92m	Cross-Border Logistics	Air Freight (Tons)	Sea Freight (TEUs)	Express Courier (No. of Shipments)	Packing & Shipping	Packing (Tons)
	△ 2%		▽ 23%		906	2,045	23,108		1,275
					Mar 23: 838	Mar 23: 2,270	Mar 23: 25,860		Mar 23: 1,248
PAT	MUR 21m	NAVPS	MUR 20.35	Landside Logistics	Container Storage (K TEU Days)	Container Transport (No. of Trips)			
	▽ 52%		△ 6%		136	17,562			
					Mar 23: 86	Mar 23: 15,507			

STATEMENT OF PROFIT OR LOSS

MUR'000	THE GROUP				
	Unaudited 3 months ended 31 March 2024	Unaudited 3 months ended 31 March 2023	Unaudited 9 months ended 31 March 2024	Unaudited 9 months ended 31 March 2023	Audited year ended 30 June 2023
Revenue from sale of services	804,509	791,234	2,488,372	2,590,289	3,377,606
Gross profit	314,580	307,053	994,525	951,310	1,267,262
Share of loss of associate	(1,449)	(1,346)	(7,092)	(1,258)	(183)
Earnings before interest, tax, depreciation and amortisation	92,133	119,174	388,583	399,398	513,884
Depreciation and amortisation	(43,345)	(44,546)	(132,620)	(127,338)	(171,891)
Finance costs	(12,192)	(12,417)	(37,450)	(33,578)	(44,483)
Profit before taxation and exceptional item	36,596	62,211	218,513	238,482	297,510
Gain on business combination	-	-	-	38,168	52,973
Profit before taxation	36,596	62,211	218,513	276,650	350,483
Taxation	(15,193)	(17,978)	(54,273)	(54,375)	(75,114)
PROFIT FOR THE PERIOD / YEAR	21,403	44,233	164,240	222,275	275,369
Attributable to:					
Owners of the parent	17,833	42,993	152,299	215,797	264,935
Non-controlling interests	3,570	1,240	11,941	6,478	10,434
	21,403	44,233	164,240	222,275	275,369
Earnings per share (EPS)	MUR 0.19	0.46	1.63	2.31	2.83
Number of ordinary shares used in calculation	93,515,565	93,515,565	93,515,565	93,515,565	93,515,565
Interim dividend per ordinary share	MUR -	-	0.55	0.40	0.40
Final dividend per ordinary share	MUR -	-	-	-	0.80
Net asset value per share (NAVPS)	MUR -	-	20.35	19.11	18.88

STATEMENT OF OTHER COMPREHENSIVE INCOME

MUR'000	THE GROUP				
	Unaudited 3 months ended 31 March 2024	Unaudited 3 months ended 31 March 2023	Unaudited 9 months ended 31 March 2024	Unaudited 9 months ended 31 March 2023	Audited year ended 30 June 2023
Profit for the period / year	21,403	44,233	164,240	222,275	275,369
Other comprehensive income / (loss) for the period / year, net of tax	91,988	(5,536)	37,143	(36,116)	(31,297)
Total comprehensive income for the period / year	113,391	38,697	201,383	186,159	244,072
Attributable to:					
Owners of the parent	107,872	37,209	188,583	179,835	233,837
Non-controlling interests	5,519	1,488	12,800	6,324	10,235
	113,391	38,697	201,383	186,159	244,072

STATEMENT OF FINANCIAL POSITION

MUR'000	THE GROUP		
	Unaudited 31 March 2024	Unaudited 31 March 2023	Audited 30 June 2023
ASSETS			
Non-current assets			
Non-current assets	1,702,448	1,649,043	1,686,869
Right-of-use assets	249,097	244,555	253,941
	1,951,545	1,893,598	1,940,810
Current assets			
Trade and other receivables	1,219,598	1,159,394	920,321
Other current assets	181,246	163,909	132,264
Cash and cash equivalents	269,537	344,502	489,068
	1,670,381	1,667,805	1,541,653
Total assets	3,621,926	3,561,403	3,482,463
EQUITY AND LIABILITIES			
Capital and reserves			
Equity attributable to equity holders of the parent	1,902,984	1,786,644	1,765,834
Non-controlling interests	49,374	47,283	45,806
Total equity	1,952,358	1,833,927	1,811,640
Non-current liabilities			
Borrowings	299,312	329,558	283,647
Lease liabilities	235,836	198,737	216,846
Other non-current liabilities	141,499	139,167	136,171
	676,647	667,462	636,664
Current liabilities			
Trade and other payables	861,612	863,717	761,491
Borrowings	73,068	115,021	118,434
Lease liabilities	45,643	67,817	65,162
Other current liabilities	12,598	13,459	13,869
Dividend payable	-	-	75,203
	992,921	1,060,014	1,034,159
Total liabilities	1,669,568	1,727,476	1,670,823
Total equity and liabilities	3,621,926	3,561,403	3,482,463

STATEMENT OF CASH FLOWS

MUR'000	THE GROUP		
	Unaudited 9 months ended 31 March 2024	Unaudited 9 months ended 31 March 2023	Audited year ended 30 June 2023
Net cash generated from operating activities	89,205	203,878	394,416
Net cash used in investing activities	(92,722)	(41,296)	(22,562)
Net cash used in financing activities	(243,796)	(269,476)	(320,045)
Net (decrease) / increase in cash and cash equivalents	(247,313)	(106,894)	51,809
Cash and cash equivalents - opening	466,063	408,587	408,587
Effects of exchange rate on cash and cash equivalents	17,653	(2,727)	5,667
Cash and cash equivalents - closing	236,403	298,966	466,063

STATEMENT OF CHANGES IN EQUITY

MUR'000	THE GROUP					
	Share capital	Other reserves	Retained earnings	Attributable to owners of the parent	Non-controlling interests	Total
At 1 July 2022	1,019,294	232,630	392,291	1,644,215	44,651	1,688,866
Profit for the period	-	-	215,797	215,797	6,478	222,275
Other comprehensive loss for the period	-	(35,962)	-	(35,962)	(154)	(36,116)
Total comprehensive (loss)/income for the period	-	(35,962)	215,797	179,835	6,324	186,159
Dividends	-	-	(37,406)	(37,406)	(3,692)	(41,098)
At 31 March 2023	1,019,294	196,668	570,682	1,786,644	47,283	1,833,927
At 1 July 2023	1,019,294	201,532	545,008	1,765,834	45,806	1,811,640
Profit for the period	-	-	152,299	152,299	11,941	164,240
Other comprehensive income for the period	-	36,284	-	36,284	859	37,143
Total comprehensive income for the period	-	36,284	152,299	188,583	12,800	201,383
Dividends	-	-	(51,433)	(51,433)	(9,232)	(60,665)
At 31 March 2024	1,019,294	237,816	645,874	1,902,984	49,374	1,952,358

Comments on Results

Group Performance for the Quarter Ended 31 March 2024

The Group's performance for the quarter ended March 31, 2024, was subdued in a challenging market landscape. Despite facing hurdles, the Group reported a 2% increase in revenue, reaching MUR 805m (Q3 FY23: MUR 791m), whilst the profit after tax decreased to MUR 21m (Q3 FY23: MUR 44m) on the back of subpar performance in its overseas markets.

Highlights by Geography

Mauritius

In Mauritius, revenue improved by 4% to MUR 373m, with profit after tax increasing by 8% to MUR 6.5m despite the rise in statutory wage effective as from January 2024.

The cross-border logistics segment faced headwinds, witnessing a 17% drop in revenue and a marked decline in profitability. This downturn was primarily attributed to lower freight rates as a result of excess capacity, reduced garments exports, and decreased express courier volumes.

The landside logistics segment however, experienced 36% uptick in revenue, driven by three primary factors: (i) robust haulage operations, characterised by increased volumes across most segments; (ii) thriving container depot which saw higher container storage and handling, and (iii) a surge in storage demands in our warehousing operations.

Sugar packing operations performed better, taking advantage of favourable currency exchange rates, higher prices, and a more remunerative product mix, whilst, shipping benefitted from higher number of vessels serviced for the period.

Overseas

While the overseas segment revenue was comparable to last year, profit after tax decreased to MUR 15m.

Kenya saw a boost in its local currency revenue due to an increase in number of trips. However, the depreciation of the Kenyan Shilling against major currencies impacted results due to a subsequent drop in imports and a significant hike in diesel costs which could not be passed on to clients because of excess haulage capacity on the market. Furthermore, the depreciation of the Kenyan Shilling against the Mauritian Rupee had a negative retranslation effect on both revenue and profit after tax. The overall impact was a drop-in profitability of MUR 22m.

In India, although air shipment volumes increased during the quarter, profitability remained subdued due to thin margins in an intensely competitive market.

Madagascar's profitability was at par with last year, whilst, Reunion, saw encouraging growth in both revenue and profit after tax.

Our share of results of associate in France dropped on the back of lower shipment volumes.

Results for the 9 months to March 2024

For the nine months leading up to March 2024, Velogic's revenue stood at MUR 2,488m (Mar 23: MUR 2,590m), and profit after tax to MUR 164m (Mar 23: MUR 184m), excluding a one-off gain from business combination in the previous year.

Outlook

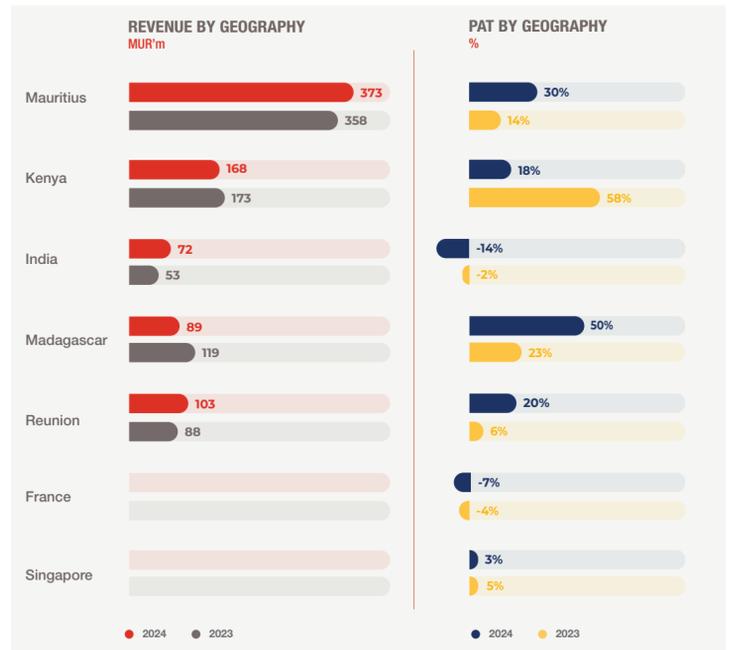
The subdued conditions in the industry will continue to impact the Group's results. However, the noticeable upturn in the Kenyan economy will help to improve the performance in the last quarter of the financial year.

By order of the Board
09 May 2024

SECTOR ANALYSIS

MUR'000	THE GROUP				
	Unaudited 3 months ended 31 March 2024	Unaudited 3 months ended 31 March 2023	Unaudited 9 months ended 31 March 2024	Unaudited 9 months ended 31 March 2023	Audited year ended 30 June 2023
REVENUE					
Mauritius					
Cross-border logistics	183,893	222,002	579,828	772,864	963,886
Landside logistics	142,078	104,717	565,668	470,342	597,322
Packing & shipping	46,557	31,030	129,780	102,120	144,220
Sub-total Mauritius	372,528	357,749	1,275,276	1,345,326	1,705,428
Overseas					
Cross-border logistics	296,089	285,919	829,454	942,389	1,241,247
Landside logistics	135,892	147,566	383,642	302,574	430,931
Sub-total Overseas	431,981	433,485	1,213,096	1,244,963	1,672,178
Revenue from sale of services	804,509	791,234	2,488,372	2,590,289	3,377,606
PROFIT FOR THE PERIOD/YEAR					
Mauritius					
Cross-border logistics	5,025	15,446	37,265	52,377	58,509
Landside logistics	(6,439)	(9,275)	43,705	36,530	34,967
Packing & shipping	7,949	(101)	23,954	3,666	10,636
Sub-total Mauritius	6,535	6,070	104,924	92,573	104,112
Overseas					
Cross-border logistics	6,699	15,147	33,059	47,426	58,923
Landside logistics	7,464	21,199	23,671	39,239	53,075
Shipping	705	1,817	2,586	4,869	6,286
Sub-total Overseas	14,868	38,163	59,316	91,534	118,284
PROFIT FOR THE PERIOD/YEAR*	21,403	44,233	164,240	184,107	222,396

*Excludes gain on business combination



The abridged financial statements of the Group are unaudited and have been prepared using the same accounting policies as the audited financial statements for the year ended 30 June 2023.

These financial statements are issued pursuant to DEM Rule 17 and the Securities Act 2005.

Copies of the statement of direct and indirect interests of Officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and the financial statements are available free of charge upon request made to the Company Secretary at the registered office at Rogers House, No.5 President John Kennedy Street, Port Louis.

The Board of Directors of Velogic Holding Company Limited accepts full responsibility for the accuracy of the information contained in these financial statements.