

## SUN LIMITED ABRIDGED FINANCIAL STATEMENTS

### FOR THE QUARTER ENDED 31 DECEMBER 2021 (UNAUDITED)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (ABRIDGED)	QUARTER ENDED 31 DECEMBER (UNAUDITED)				
	2021 Rs′000	2020 Rs′000	2021 Rs′000	2020 Rs′000	
Continuing operations Revenue	1,817,656	373,500	2,098,357	617,548	
Operating expenses	(1,183,375)	(496,330)	(1,730,886)	(950,282)	
Earnings/(loss) before interest, tax, depreciation and amortisation and impairment reversals/(charges) Impairment reversals/(charges)	634,281 4,339	(122,830)	367,471 5,067	(332,734) (8,052)	
Earnings/(loss) before interest, tax, depreciation and amortisation	638,620	(121,357)	372,538	(340,786)	
Depreciation and amortisation	(141,175)	(144,633)	(282,110)	(286,470)	
Operating profit/(loss)	497,445	(265,990)	90,428	(627,256)	
Net finance costs Share of result of joint venture	(98,140) 13,056	(190,333) 443	(218,238) 9,339	(451,833) (7,444)	
Profit/(loss) before tax	412,361	(455,880)	(118,471)	(1,086,533)	
Income tax (charge)/credit	(71,545)	62,953	3,198	134,722	
Profit/(loss) for the period from continuing operations	340,816	(392,927)	(115,273)	(951,811)	
Loss from discontinued operation	-	(32,441)	-	(100,212)	
Profit/(loss) for the period	340,816	(425,368)	(115,273)	(1,052,023)	
Other comprehensive income, net of tax	40,845	(139,479)	168,521	(267,520)	
Total comprehensive income for the period	381,661	(564,847)	53,248	(1,319,543)	
Profit/(loss) attributable to: Owners of the Company Non-controlling interests	308,363 32,453	(408,904) (16,464)	(126,235) 10,962	(1,008,322) (43,701)	
	340,816	(425,368)	(115,273)	(1,052,023)	
Total comprehensive income attributable to: Owners of the Company Non-controlling interests	347,849 33,812	(540,520) (24,327)	34,137 19,111	(1,260,713) (58,830)	
	381,661	(564,847)	53,248	(1,319,543)	
Basic and diluted earnings/(loss) per share (Rs)	1.77	(2.34)	(0.72)	(5.78)	

CONSOLIDATED GEOGRAPHICAL AND SEGMENTAL INFORMATION	QUARTER ENDED 31 DECEMBER (UNAUDITED)		HALF-YEAR ENDED 31 DECEMBER (UNAUDITED)	
	2021	2020	2021	2020
Geographical revenue:	Rs′000	Rs'000	Rs′000	Rs'000
Continuing operations				
Mauritius	1,809,762	365,950	2,088,142	606,652
Others	7,894	7.550	10,215	10,896
	1,817,656	373,500	2,098,357	617,548
Discontinued operation				
Maldives	-	80,456	-	81,161
Total revenue	1,817,656	453,956	2,098,357	698,709
Segment revenue:				
Hotel operations - External sales	1,809,762	446,406	2,088,142	687,813
Hotel operations - Inter-segment sales	7,814	853	9,179	855
	1,817,576	447,259	2,097,321	688,668
Others - External sales	7,894	7,550	10,215	10,896
Elimination of inter-segment sales	(7,814)	(853)	(9,179)	(855)
Total revenue	1,817,656	453,956	2,098,357	698,709
Geographical results:				
Continuing operations				
Mauritius	342,917	(388,721)	(106,964)	(942,754)
Others	(2,101)	(4,206)	(8,309)	(9,057)
Profit/(loss) for the period from continuing operations	340,816	(392,927)	(115,273)	(951,811)
Discontinued operation				
Maldives	-	(32,441)	-	(100,212)
Profit/(loss) for the period	340,816	(425,368)	(115,273)	(1,052,023)
Segment results:				
Hotel operations	342,917	(421,162)	(106,964)	(1,042,966)
Others	(2,101)	(4,206)	(8,309)	(9,057)
Profit/(loss) for the period	340,816	(425,368)	(115,273)	(1,052,023)

CONSOLIDATED STATEMENT OF CASH FLOWS (ABRIDGED)	QUARTER ENDED 31 DECEMBER (UNAUDITED)		HALF-YEAR ENDED 31 DECEMBER (UNAUDITED)	
	2021 Rs'000	2020 Rs'000	2021 Rs′000	2020 Rs'000
Operating profit/(loss) before working capital changes	606,457	(174,186)	356,565	(438,954)
Movement in working capital	299,067	32,123	462,353	(132,100)
Cash generated from/(used in) operations	905,524	(142,063)	818,918	(571,054)
Income taxes paid	-	(1,867)	-	(2,916)
Net cash flows from/(used in) operating activities	905,524	(143,930)	818,918	(573,970)
Net cash flows used in investing activities	(122,643)	(163,541)	(195,705)	(229,220)
Net cash flows (used in)/from financing activities	(1,191,590)	589,090	(1,252,885)	871,926
Net (decrease)/increase in cash and cash equivalents	(408,709)	281,619	(629,672)	68,736
Net foreign exchange differences	(12,900)	11,210	(23,026)	18,836
Cash and cash equivalents - Opening	1,316,771	381,784	1,547,860	587,041
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	895,162	674,613	895,162	674,613

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (ABRIDGED)	31 DECEMBER (UNAUDITED)	30 JUNE (AUDITED)
	2021 Rs′000	2021 Rs′000
ASSETS	K3 000	K\$ 000
Non-current assets		
Property, plant and equipment	15,231,188	15,321,636
Right-of-use assets	1,601,307	1,518,315
Intangible assets	264,659	269,394
Investments in associates and joint ventures	398,057	441,922
Other non-current assets	379,393	368,850
	17,874,604	17,920,117
Current assets	1,951,131	2,088,235
Total assets	19,825,735	20,008,352
EQUITY AND LIABILITIES		
Shareholders' equity	6,551,165	6,242,028
Non-controlling interests	696,122	677,011
Total equity	7,247,287	6,919,039
Loans and other borrowings	6,557,064	6,686,989
Lease liabilities	1,734,926	1,648,043
Deferred tax liability	953,553	946,728
Provision	9,913	9,913
Contract liabilities	88,392	90,503
Employee benefit liability	298,659	266,752
Non-current liabilities	9,642,507	9,648,928
Current liabilities	2,935,941	3,440,385
Total liabilities	12,578,448	13,089,313
Total equity and liabilities	19,825,735	20,008,352
Net debt	6,259,145	7,087,513
Gearing ratio	46.3%	50.6%

(ABRIDGED)	THE GROUP			
	Attibutable to owners of the Company Rs'000	Non-controlling interests Rs'000	Total equity Rs'000	
At 30 June 2020 (audited) - restated Total comprehensive income for the period Convertible bonds	5,341,637 (1,260,713) 498,125	765,561 (58,830)	6,107,198 (1,319,543) 498,125	
At 31 December 2020 (unaudited)	4,579,049	706,731	5,285,780	
At 30 June 2021 (audited) Total comprehensive income for the period Convertible bonds	6,242,028 34,137 275,000	677,011 19,111	6,919,039 53,248 275,000	
At 31 December 2021 (unaudited)	6,551,165	696,122	7,247,287	

#### Commentary

With the full reopening of the Mauritian border on 1 October 2021, the Group posted encouraging results for the quarter with the resorts benefitting from pent-up demand mainly from the European market. In line with the progression of its reservations, SUN proceeded with a gradual reopening of its six resorts until full operations in November 2021 when bookings trends looked very promising. Unfortunately, the outbreak of the Omicron variant resulted in the ban on South African tourists and restrictions imposed by France on their travellers to the island which impacted severely the bookings as from the first week of December. Tourist arrivals to the island for the quarter were 169,814, 56% below pre-COVID level in 2019.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

#### Quarterly results

Revenue for the quarter under review amounted to Rs 1.818 million compared to Rs 374 million a year ago but was 11% behind the same quarter ended 31 December 2019. Resorts' occupancy averaged 48% in the quarter compared to 19% in the same quarter last year and 39% behind corresponding quarter in 2019. Reported EBITDA for the quarter increased by Rs 760 million over same quarter last year to finish at Rs 639 million and was 10% behind 2019 figure. The Group realised an operating profit in this quarter of Rs 497 million, compared to an operating loss of Rs 266 million in same quarter last year and was down 10% on 2019. Reported profit after tax stood at Rs 341 million as compared to a loss of Rs 393 million in the same quarter last year and Rs 360 million profit for the corresponding quarter in 2019.

The gearing ratio improved to 46.3% (50.6% at 30 June 2021)

#### Outlook

Given that the Omicron variant is still propagating in Europe and some countries like China, Reunion and Saudi Arabia are still closed, trading conditions remain very difficult to predict. However, with the recent easing of sanitary protocols in UK and the re-opening of the South African borders, there is cautious optimism especially with the recent encouraging bookings' pick up.

#### By Order of the Board

CIEL Corporate Services Ltd Company Secretary

#### 10 February 2022

#### Notes to the above:

- 1. The abridged financial statements for the quarter ended 31 December 2021 have been prepared using the same accounting policies and methods adopted in the financial statements for the year ended 30 June 2021, audited by Messrs. PricewaterhouseCoopers, Chartered Accountants, except for the adoption of new and amended IRS in the year commencing 1 July 2021.

  2. The interim financial statements have been prepared in accordance with IAS 34 Interim Financial Statements.

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- 3. This announcement is issued pursuant to Listing Rule 12.20 and the Securities Act 2005.
- The Board of Directors of Sun Limited accepts full responsibility for the accuracy of the information contained in this report.
- 5. 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 Secretary, free of charge at CIEL Corporate Services Itd, Ebène Skies, Ebène, Mauritius. Copies of this report are available to the public, free of charge, at the Registered Office of the Company. Copies of this report are available to the public, free of charge, at the Registered Office of the Company.





# UNAUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE QUARTER AND HALF YEAR ENDED 31 DECEMBER 2021

The Board of Directors of Sun Limited (the "Company") wishes to inform its shareholders and the public in general that the Unaudited Abridged Financial Statements of the Company and its Subsidiaries for the quarter and half year ended 31 December 2021 have been approved on 10 February 2022.

The Unaudited Abridged Financial Statements of the Company and its Subsidiaries will be published on the website of the Company on <a href="https://www.sunresortshotels.com/en/financial-information">https://www.sunresortshotels.com/en/financial-information</a> and copies of same together with the statement of officers' interest are available to the public free of charge at the registered office of the Company at 5th Floor, Ebène Skies, rue de l'Institut, Ebène.

By Order of the Board
CIEL Corporate Services Ltd
Company Secretary
10 February 2022

This Notice is given pursuant to Listing Rule 12.20 and the Securities Act 2005.

The Board of Directors of Sun Limited accepts full responsibility for the accuracy of the information in this Notice.

BRN: C06003886