

LUX ISLAND RESORTS LTD

(The “Company”)

CAUTIONARY ANNOUNCEMENT

The Board wishes to inform the shareholders of the Company and the public in general that the Company has on 3 December 2020 signed a subscription agreement with the Mauritius Investment Corporation Ltd (the “Subscription Agreement”) whereby MIC will subscribe to 100 redeemable and convertible secured bonds to be issued by the Company (the “Bonds”) of Rupees Ten Million (Rs 10,000,000) each for a total amount of Rupees One Billion (Rs 1,000,000,000).

The Board further wishes to inform the shareholders of the Company and the public in general that the Company has on 4 December 2020 received the approval of the Listing Executive Committee of the Stock Exchange of Mauritius (the “SEM Approval”) in connection with the future listing of up to 29,832,935 new ordinary shares of the Company which may be issued to MIC in the event of the conversion of the Bonds at the maturity date (being the date falling nine (9) years from the date of disbursement of the first tranche by the subscriber) or if an event of default occurs under the Subscription Agreement.

It is a condition of the Subscription Agreement and of the SEM Approval that the requisite consent of the shareholders of the Company for the issuance of the Bonds must be obtained to approve the issuance of the Bonds. Such consent will be sought at a special meeting of the Company to be held on 30 December 2020.

Shareholders of the Company and the public in general are therefore advised to exercise caution when dealing in the shares of the Company and will be kept informed of further developments.

By order of the Board
IBL Management Ltd
Company Secretary
4 December 2020

This Cautionary Announcement is issued pursuant to Listing Rule 11.3.

The Board of Directors of Lux Island Resorts Ltd accepts full responsibility for the accuracy of the information contained in this Cautionary Announcement.