

# TROPICAL PARADISE CO LTD

## AND ITS SUBSIDIARY COMPANY



### UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE QUARTER AND SIX MONTHS ENDED DECEMBER 31, 2019

The Directors are pleased to present the unaudited condensed Financial Statements of the Group for the quarter and six months ended December 31, 2019

#### 1. CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP	
	Unaudited	Audited
	As at Dec 31, 2019	As at Jun 30, 2019
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	2,593,282	2,362,996
Current assets	205,677	172,497
<b>Total assets</b>	<b>2,798,959</b>	<b>2,535,493</b>
<b>EQUITY AND LIABILITIES</b>		
Equity holders' interests	1,643,610	1,635,084
Convertible Debentures	28,000	28,000
<b>Total equity</b>	<b>1,671,610</b>	<b>1,663,084</b>
Non-current liabilities	867,601	600,607
Current liabilities	259,748	271,802
<b>Total equity and liabilities</b>	<b>2,798,959</b>	<b>2,535,493</b>
<b>Interest bearing debt</b>	<b>752,145</b>	<b>568,910</b>
<b>Debt to Capital Employed</b>	<b>45%</b>	<b>34%</b>

#### 3. CONDENSED STATEMENT OF CASH FLOWS

	THE GROUP	
	Unaudited - 6 Months ended	
	Dec 31, 2019	Dec 31, 2018
	Rs'000	Rs'000
Net cash from operating activities	31,815	74,992
Net cash used in investing activities	(208,065)	(81,604)
Net cash from financing activities	198,325	50,748
<b>Increase in cash and cash equivalents</b>	<b>22,075</b>	<b>44,136</b>
Opening cash and cash equivalents at July 1,	(152,680)	(100,084)
Increase	22,075	44,136
<b>At December 31,</b>	<b>(130,605)</b>	<b>(55,948)</b>

#### 2. CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP			
	Unaudited - 3 months ended		Unaudited - 6 months ended	
	Dec 31, 2019	Dec 31, 2018	Dec 31, 2019	Dec 31, 2018
	Rs'000	Rs'000	Rs'000	Rs'000
<b>Turnover</b>	<b>246,412</b>	<b>263,990</b>	<b>438,759</b>	<b>471,068</b>
<b>Operating profit</b>	<b>24,008</b>	<b>47,223</b>	<b>25,518</b>	<b>66,176</b>
Net finance costs	(7,440)	(7,784)	(15,387)	(13,518)
<b>Profit before taxation</b>	<b>16,568</b>	<b>39,439</b>	<b>10,131</b>	<b>52,658</b>
Taxation	(274)	(7,286)	(1,605)	(9,842)
<b>Profit for the period</b>	<b>16,294</b>	<b>32,153</b>	<b>8,526</b>	<b>42,816</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>16,294</b>	<b>32,153</b>	<b>8,526</b>	<b>42,816</b>
<b>Per share data</b>				
Number of ordinary shares in issue ('000)	142,500	142,500	142,500	142,500
Earnings per share (Rs.)	0.10	0.22	0.04	0.28
Net Asset Value per share (Rs.)	-	-	11.01	11.12

Basic earnings and Net Asset Value per share are calculated after taking into consideration the cumulative preference dividends (i.e. Rs 1.5M for the Quarter and Rs 3M for the 6 months), preference share capital of Rs 75M and convertible debentures of Rs 28M respectively.

#### 4. CONDENSED STATEMENT OF CHANGES IN EQUITY

THE GROUP	ATTRIBUTABLE TO OWNERS OF THE PARENT					
	Share Capital	Revaluation and other Reserves	Retained Earnings	Total	Attributable to Convertible Debentures	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>At July 1, 2019</b>	<b>1,153,125</b>	<b>359,285</b>	<b>122,674</b>	<b>1,635,084</b>	<b>28,000</b>	<b>1,663,084</b>
Profit for the period	-	-	8,526	8,526	-	8,526
Other Comprehensive Income for the period	-	-	-	-	-	-
Transfer of excess depreciation on revaluation surplus on property, plant and equipment	-	(1,471)	1,471	-	-	-
<b>At December 31, 2019</b>	<b>1,153,125</b>	<b>357,814</b>	<b>132,671</b>	<b>1,643,610</b>	<b>28,000</b>	<b>1,671,610</b>
<b>At July 1, 2018</b>	<b>1,153,125</b>	<b>359,790</b>	<b>103,663</b>	<b>1,616,578</b>	<b>28,000</b>	<b>1,644,578</b>
Profit for the period	-	-	42,816	42,816	-	42,816
Other comprehensive income for the period	-	-	-	-	-	-
Transfer of excess depreciation on revaluation surplus on property, plant and equipment	-	(1,270)	1,270	-	-	-
<b>At December 31, 2018</b>	<b>1,153,125</b>	<b>358,520</b>	<b>147,749</b>	<b>1,659,394</b>	<b>28,000</b>	<b>1,687,394</b>

#### RESULTS & PROSPECTS

The quarter under review was very challenging for the tourism sector. The Group turnover declined by 7% compared to the same period last year, which is mainly explained by a slow-down in the food and beverage operations in all our hotels. This, combined with the slow start of the newly refurbished Le Suffren Hotel & Marina, impacted negatively on the overall Group profit before tax.

Management will continue to focus on strategies to enhance the Group's operations and financial results.

By order of the Board  
**Eclosia Secretarial Services Ltd**  
**Secretary**

Date: February 05, 2020

#### NOTES

The unaudited interim quarterly condensed financial statements are in compliance with International Financial Reporting Standards (IFRS) and have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the Group for the year ended June 30, 2019, except for the adoption of relevant amendments to published Standards and Interpretations issued now effective. This communiqué is issued pursuant to DEM Rule 17 and the Securities Act 2005.

Copies of the condensed financial statements and 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), are available free of charge, upon request made to the Company Secretary, Eclosia Group Headquarters, Gentilly, Moka, Mauritius.

The Board of Directors accepts full responsibility of the information contained in the above Financial Statements.

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