

TROPICAL PARADISE CO LTD

AND ITS SUBSIDIARY COMPANIES



UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE QUARTER AND SIX MONTHS ENDED DECEMBER 31, 2020

The Directors are pleased to present the unaudited condensed Financial Statements of the Group for the quarter and six months ended 31st December 2020

1. CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP	
	Unaudited	Audited
	As at Dec 31, 2020	As at June 30, 2020
	Rs'000	Rs'000
ASSETS		
Non-current assets	2,469,087	2,486,578
Current assets	212,826	238,052
Total assets	2,681,913	2,724,630
EQUITY AND LIABILITIES		
Equity holders' interests	1,411,669	1,484,518
Convertible Debentures	7,927	7,927
Total equity	1,419,596	1,492,445
Non-current liabilities	990,301	943,118
Current liabilities	272,016	289,067
Total equity and liabilities	2,681,913	2,724,630
Interest bearing debt	836,061	802,381
Debt to equity	59%	54%

3. CONDENSED STATEMENT OF CASH FLOWS

	THE GROUP	
	Unaudited - 6 months ended	
	Dec 31, 2020	Dec 31, 2019
	Rs'000	Rs'000
Net cash (used in) / from operating activities	(16,480)	31,405
Net cash used in investing activities	(22,109)	(206,445)
Net cash from financing activities	44,513	198,325
Increase in cash and cash equivalents	5,924	23,284
Opening cash and cash equivalents At July 1,	(92,493)	(121,840)
Effect of changes in rates of exchange on cash and cash equivalents	(825)	2,122
Increase	5,924	23,284
At December 31,	(87,394)	(96,434)

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

THE GROUP	
Turnover	89,320
Operating (loss) / profit	(31,035)
Net finance costs	(10,023)
(Loss) / profit before taxation	(41,058)
Income tax credit / (expense)	6,553
(Loss) / profit for the period	(34,505)
Other comprehensive income for the period	-
Total comprehensive income for the period	(34,505)
Per share data	
Number of ordinary shares in issue ('000)	142,500
(Loss) / earnings per share (Rs.)	(0.24)
Net Asset Value per share (Rs.)	9.64

Basic earnings and Net Asset Value per share are calculated after taking into consideration preference share capital of Rs 37.5M and convertible debentures of Rs 7.9M respectively.

4. CONDENSED STATEMENT OF CHANGES IN EQUITY

THE GROUP	
At July 1, 2020	1,492,445
Loss for the period	(72,849)
Other comprehensive income for the period	-
Total comprehensive income for the period	(72,849)
Transfer of excess depreciation on revaluation surplus on property, plant and equipment, net of tax	(3,370)
At December 31, 2020	1,419,596
At July 1, 2019	1,578,556
Profit for the period	2,170
Other comprehensive income for the period	-
Total comprehensive income for the period	2,170
Transfer of excess depreciation on revaluation surplus of property, plant and equipment, net of tax	(3,370)
At December 31, 2019	1,580,726

THE GROUP			
Unaudited - 3 months ended		Unaudited - 6 months ended	
Dec 31, 2020	Dec 31, 2019	Dec 31, 2020	Dec 31, 2019
Rs'000	Rs'000	Rs'000	Rs'000
89,320	246,412	166,381	438,759
(31,035)	21,308	(67,959)	21,509
(10,023)	(8,638)	(18,725)	(18,927)
(41,058)	12,670	(86,684)	2,582
6,553	(2,022)	13,835	(412)
(34,505)	10,648	(72,849)	2,170
-	-	-	-
(34,505)	10,648	(72,849)	2,170
142,500	142,500	142,500	142,500
(0.24)	0.07	(0.51)	0.02
		9.64	10.77

PERTAINING TO ORDINARY SHAREHOLDERS				PERTAINING TO HOLDERS OF		
Share Capital	Revaluation and other Reserves	(Revenue deficit) / retained earnings	Total	Convertible Debentures	Preference Share Capital	Total
1,078,125	341,872	27,021	1,447,018	7,927	37,500	1,492,445
-	-	(72,849)	(72,849)	-	-	(72,849)
-	-	-	-	-	-	-
-	-	(72,849)	(72,849)	-	-	(72,849)
-	(3,370)	3,370	-	-	-	-
1,078,125	338,502	(42,458)	1,374,169	7,927	37,500	1,419,596
1,078,125	357,175	97,829	1,533,129	7,927	37,500	1,578,556
-	-	2,170	2,170	-	-	2,170
-	-	-	-	-	-	-
-	-	2,170	2,170	-	-	2,170
-	(3,370)	3,370	-	-	-	-
1,078,125	353,805	103,369	1,535,299	7,927	37,500	1,580,726

RESULTS & PROSPECTS

With the restricted access to our borders, combined with the quarantine protocol in place, the Group's turnover continued to be driven by the food and beverage operations thanks to local clientele. The first two months of this quarter followed a similar trend as the previous one, while the month of December 2020 proved to be better than initially expected. However, the level of turnover generated is insufficient to cover costs. As a result, the Group registered a loss before tax of Rs 86.7m for the mid year.

The outlook for the second part of the financial year will remain challenging. Despite the Government Wage Assistance Scheme, the situation will remain critical until the unrestricted reopening of borders.

In this context, it is pertinent to note that the company has secured adequate financing to see it through the uncertainties that lie ahead.

By order of the Board
Eclosia Secretarial Services Ltd
Secretary

Date: February 3, 2021

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, 2020, except for the adoption of relevant published Standards with any amendments 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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