



GROUP ABRIDGED STATEMENT OF PROFIT OR LOSS

	Year ended 30 June 2023 Audited Rs'000	Year ended 30 June 2022 Audited Rs'000
Revenue	14,083,520	8,115,487
EBITDA before impairment, fair value change and gain on business combination	4,524,808	1,754,072
Fair value change on Investment property	109,271	(19,063)
Impairment loss on financial assets	(495)	(25,772)
Gain on business combination	236,154	-
(Impairment losses)/Reversal of impairment losses on property, plant & equipment	(128,889)	326,624
EBITDA	4,740,849	2,035,861
Finance costs on borrowings	(1,146,820)	(947,503)
Finance costs on lease liabilities	(180,235)	(174,834)
Exchange gain/(loss) on retranslation of currency borrowings and loan receivable	48,463	(82,170)
Finance revenue	125,458	13,664
Depreciation and amortisation	(778,433)	(779,438)
Profit before tax	2,809,282	65,580
Income tax expense	(527,142)	(20,218)
Profit for the year	2,282,140	45,362
Profit/(loss) attributable to:		
Owners of the parent	2,118,591	(64,770)
Non-controlling interests	163,549	110,132
	2,282,140	45,362
Basic earnings/(loss) per share:	3.86	(0.12)
Diluted earnings/(loss) per share:	2.42	(0.12)

SEGMENTAL INFORMATION

Geographical Revenue:		
Mauritius	11,167,439	6,082,514
Morocco	1,155,779	777,504
Seychelles	393,845	411,665
Others	1,366,457	843,804
	14,083,520	8,115,487
EBITDA:		
Mauritius	3,582,143	1,018,705
Morocco	249,054	445,730
Seychelles	510,354	371,985
Others	399,298	199,441
	4,740,849	2,035,861

GROUP ABRIDGED STATEMENT OF OTHER COMPREHENSIVE INCOME

	Year ended 30 June 2023 Audited Rs'000	Year ended 30 June 2022 Audited Rs'000
Profit for the year	2,282,140	45,362
Other comprehensive income, net of tax:		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods	(473,076)	472,095
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:	(512,101)	1,989,759
Other comprehensive income for the year, net of tax:	(985,177)	2,461,854
Total comprehensive income for the year, net of tax	1,296,963	2,507,216
Total comprehensive income attributable to:		
Owners of the parent	1,308,105	1,950,157
Non-controlling interests	(11,142)	557,059
	1,296,963	2,507,216

GROUP ABRIDGED STATEMENT OF FINANCIAL POSITION

	As at 30 June 2023 Audited Rs'000	As at 30 June 2022 Audited Rs'000
ASSETS		
Non-current assets		
Property, plant and equipment	25,754,071	25,691,688
Right-of-use assets	2,338,270	2,309,277
Investment property	6,164,287	5,573,428
Intangible assets	1,267,256	1,273,592
Investment in associates	723,011	716,716
Financial assets at fair value through other comprehensive income	10,698	9,760
Financial assets at amortised cost	1,312,110	1,311,431
Deferred tax assets	227,203	222,978
	37,796,906	37,108,870
Current assets	4,402,250	3,650,605
TOTAL ASSETS	42,199,156	40,759,475
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent	8,993,311	8,801,442
Preference share capital	1,927,234	-
Non-controlling interests	90,214	476,226
Non-current liabilities	21,354,588	19,987,579
Current liabilities	9,833,809	11,494,228
TOTAL EQUITY AND LIABILITIES	42,199,156	40,759,475

GROUP ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to owners of the parent Rs'000	Preference share capital Rs'000	Non-controlling interests Rs'000	Total Equity Rs'000
As at 1 July 2021	6,121,110	-	(58,544)	6,062,566
Total comprehensive income for the year	1,950,157	-	557,059	2,507,216
Issue of redeemable convertible secured bonds, net of transaction costs	730,175	-	-	730,175
Dividends	-	-	(22,289)	(22,289)
As at 30 June 2022	8,801,442	-	476,226	9,277,668
As at 1 July 2022	8,801,442	-	476,226	9,277,668
Total comprehensive income for the year	1,308,105	-	(11,142)	1,296,963
Changes in ownership interest in subsidiaries that do not result in a loss of control	(1,117,918)	-	590,977	(526,941)
Issue of preference shares, net of transaction costs	-	1,927,234	-	1,927,234
Transfer on disposal of IHS properties	1,682	-	-	1,682
Dividends	-	-	(965,847)	(965,847)
As at 30 June 2023	8,993,311	1,927,234	90,214	11,010,759

GROUP ABRIDGED STATEMENT OF CASH FLOWS

	Year ended 30 June 2023 Audited Rs'000	Year ended 30 June 2022 Audited Rs'000
Net cash flows generated from operating activities	4,067,519	2,573,562
Net cash flows used in investing activities	(766,391)	(592,148)
Net cash flows used in financing activities	(2,425,411)	(1,868,149)
Net increase in cash and cash equivalents	875,717	113,265
Cash and cash equivalents at beginning	(692,044)	(844,856)
Net foreign exchange differences	25,749	39,547
Cash and cash equivalents at end of year	209,422	(692,044)

COMMENTS ON THE RESULTS FOR THE YEAR ENDED 30 JUNE 2023

Throughout the year under review, the travel and tourism sector demonstrated a steady recovery, marked by improved air connectivity, growing enthusiasm for travel and the easing of travel restrictions. The growth in travel demand benefited all Group operations. Consequently, we are pleased to report commendable results for the year ended 30 June 2023. The Group achieved a turnover of Rs 14.1bn (FY22: Rs 8.1bn), an EBITDA of Rs 4.7bn (FY22: Rs 2.0bn), and a profit after tax of Rs 2.3bn (FY22: Rs 45m). All Group subsidiaries were profitable.

MAURITIUS

Revenue from operations in Mauritius reached an unprecedented high of Rs 11.2bn (FY 22: Rs 6.1bn), supported by an average occupancy rate of 73.8% (FY22: 41.4%). Additionally, performance was bolstered by favourable euro and pound sterling exchange rates compared to the Mauritian rupee, generating treasury gains of Rs 0.3bn. However, on the cost side, persistent inflationary pressures were experienced throughout the year. The prolonged conflict between Russia and Ukraine contributed to increased commodity prices, while a slowdown in activity in China disrupted the supply chain. Persistently high headline inflation maintained pressure on interest rates and labour costs. Despite these challenges, operational margins remained robust. The year's EBITDA stood at Rs 3.6bn, a significant boost from the Rs 1.0bn reported in FY22.

MOROCCO

Operations in Morocco experienced a notable pickup in activity, reaffirming the hotel's positioning as a premier luxury resort in Marrakech. Both the occupancy rate and average room rate showed year-on-year growth. Additionally, growth in average guest spending was attributable to golfing activities, ballroom facilities and food and beverage operations. As a result, revenue for the year recorded a substantial increase, reaching Rs 1.2bn (FY22: Rs 0.8bn). Furthermore, operating margins improved, resulting in an EBITDA of Rs 249m (FY22: Rs 119m before reversal of impairment) and a profit for the year of Rs 93m.

SEYCHELLES

In February 2023, the annual rent for the hotel on Sainte Anne Island in Seychelles, leased to Club Med, was raised by 2% as per the lease agreement. The property was revalued at year-end, resulting in a gain of Rs 109m being recognised (FY22: loss of Rs 19m). EBITDA for the year stood at Rs 510m (FY22: Rs 372m).

TOUR OPERATING ACTIVITIES

Our tour operating companies in South Africa, UK and France continue to serve as primary sources of guests for our resorts. Substantial growth was observed in this segment of our business, reflecting the pent-up demand for travel despite increased airfares. Turnover from this segment, including Mautourco, has surged by an impressive 69% year-on-year and profit after tax has more than doubled to Rs 0.4bn.

KEY FOCUS AREAS

Maintaining a safe and conducive workplace remains essential in our efforts to attract and retain talent. This, in turn, allows us to deliver on our commitment to our guests. The People and Culture team initiated 28 projects aimed at enhancing the experience and value proposition for our Artisans. Our objective is to build a resilient, content and highly-skilled team that shares common values and strives to deliver their best. Reducing our existing debt remains a top priority. We successfully refinanced bonds amounting to Rs 825m, due in November 2022, with bank support. Additionally, we are diligently repaying the existing loans as scheduled, using our operating cash flows.

We remain committed to our digitalisation journey to enhance the guest experience and elevate service quality. We are making substantial investments in hardware and software to modernise our current architecture for efficiency gains.

PROJECT UPDATES

Paradis Beachcomber underwent a four-month closure from June 2023 for extensive refurbishment of 128 rooms and suites, as well as the introduction of new food concepts in two refurbished restaurants. Simultaneously, works are being undertaken at Shandrani Beachcomber and Canonnier Beachcomber for the refurbishment of infrastructure facilities and rooms which required the closure of some 200 rooms. We have invested approximately Rs 0.7bn for these projects.

Additionally, work has progressed on the Harmonie Beachcomber project in Black River. The land of 6Ha designated for the creation of a new wetland has been revalued to reflect its realisable value. All associated costs related to the previous hotel project have also been reassessed. As a result, a one-off impairment of Rs 129m has been recorded. A revised hotel design embracing modern and sustainable practices is being contemplated. Work is also underway for the development of an 18-hole golf course, with partial financing expected through the sale of golf memberships. Several membership contracts have been signed as of date.

OUTLOOK

We are deeply saddened by the devastating effects of the earthquake that struck the Marrakech region on 8 September. Our immediate response was to ensure the safety of our guests and employees and give assistance to the affected neighbouring region. We were relieved that that there was only one case of minor injury on our property. We have engaged experts to conduct a thorough assessment of any potential damage, oversee the repair work underway and facilitate the processing of our insurance claims for material damage and loss of profit. There is no apparent structural damage to our buildings and our existing insurance policy adequately covers the costs to be incurred to ensure the property is safe for use. Repairs will be completed in time for the busy season in Marrakech.

Group results for the first quarter of FY24 are expected to be negatively impacted by several factors, including the closure of Paradis Beachcomber, ongoing refurbishment work at Canonnier Beachcomber and Shandrani Beachcomber, and room cancellations for the last two weeks of September 2023 in Marrakech.

The outlook for the rest of the financial year is promising, with strong forward bookings and all refurbished rooms back in inventory. For the full year, the Group targets earnings from operating activities in line with the previous year, assuming no major change in prevailing conditions.

The Audited Abridged Financial Statement are issued pursuant to Listing Rule 12.14 and the Securities Act 2005.

The Board of Directors of NMH accepts full responsibility for the accuracy of the information contained therein.

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 Statement are available free of charge at the head office of the Company, Beachcomber House, Botanical Garden Street, Curepipe.

By order of the Board

29 September 2023