

Abridged interim unaudited financial statements for the nine months ended 30 September 2020

	STATEMENTS OF PROFIT OR LOSS									
	GROUP					COMPANY				
	9 MONTHS TO		3 MONTHS TO		12 MONTHS TO	9 MONTHS TO		3 MONTHS TO		12 MONTHS TO
	Sep-20 Unaudited	Sep-19 Unaudited	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited	Sep-20 Unaudited	Sep-19 Unaudited	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited
(MUR'000)										
Revenue	1,239,500	2,543,082	93,235	600,185	3,592,101	16,068	39,148	-	3,568	75,188
Earnings/(loss) before interest, taxation, depreciation and amortisation	14,352	407,367	(138,534)	(75,364)	958,716	1,788	20,188	(4,710)	(544)	45,961
Depreciation and amortisation	(514,496)	(389,574)	(171,535)	(139,253)	(571,848)	-	-	-	-	-
Operating (loss)/profit	(500,144)	17,793	(310,069)	(214,617)	386,868	1,788	20,188	(4,710)	(544)	45,961
Net Impairment losses on financial assets	-	-	-	-	(88,002)	-	-	-	-	-
Finance costs	(403,792)	(264,278)	(129,980)	(91,560)	(554,727)	(37)	(17,118)	-	(3,188)	(17,431)
Share of results of associates	43,760	61,210	53,905	10,969	100,197	-	-	-	-	-
Non-recurring item	-	-	-	-	(41,863)	-	-	-	-	-
(Loss)/profit before taxation	(860,176)	(185,275)	(386,144)	(295,208)	(197,527)	1,751	3,070	(4,710)	(3,732)	28,530
Taxation	12,063	2,762	17,173	(3,023)	30,198	(443)	(335)	-	-	(294)
(Loss)/profit for the period/year	(848,113)	(182,513)	(368,971)	(298,231)	(167,329)	1,308	2,735	(4,710)	(3,732)	28,236
Attributable to:										
Owners of the parent	(318,663)	(66,177)	(144,364)	(109,549)	(48,922)	1,308	2,735	(4,710)	(3,732)	28,236
Non-controlling interests	(529,450)	(116,336)	(224,607)	(188,682)	(118,407)	-	-	-	-	-
	(848,113)	(182,513)	(368,971)	(298,231)	(167,329)	1,308	2,735	(4,710)	(3,732)	28,236
(Loss)/earnings per share (MUR)	(4.06)	(1.03)	(1.84)	(1.51)	(0.72)	0.02	0.04	(0.06)	(0.05)	0.42

	STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME									
	GROUP					COMPANY				
	9 MONTHS TO		3 MONTHS TO		12 MONTHS TO	9 MONTHS TO		3 MONTHS TO		12 MONTHS TO
	Sep-20 Unaudited	Sep-19 Unaudited	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited	Sep-20 Unaudited	Sep-19 Unaudited	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited
(MUR'000)										
(Loss)/profit for the period/year	(848,113)	(182,513)	(368,971)	(298,231)	(167,329)	1,308	2,735	(4,710)	(3,732)	28,236
Other comprehensive income for the period/year	29,032	259,677	(129,078)	132,643	302,471	(421,177)	208,925	(182,539)	113,910	196,392
Total comprehensive income for the period/year	(819,081)	77,164	(498,049)	(165,588)	135,142	(419,869)	211,660	(187,249)	110,178	224,628
Attributable to:										
Owners of the parent	(572,048)	159,705	(306,960)	10,523	186,559	(419,869)	211,660	(187,249)	110,178	224,628
Non-controlling interests	(247,033)	(82,541)	(191,089)	(176,111)	(51,417)	-	-	-	-	-
	(819,081)	77,164	(498,049)	(165,588)	135,142	(419,869)	211,660	(187,249)	110,178	224,628

	STATEMENTS OF FINANCIAL POSITION						COMMENTS
	GROUP			COMPANY			
	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited	
(MUR'000)							
Assets							
Non-Current Assets							
Property, plant and equipment	10,752,183	10,605,183	10,701,502	-	-	-	
Right-of-use assets	3,675,914	-	3,479,116	-	-	-	
Intangible assets	549,155	1,153,576	502,949	-	-	-	
Investments in subsidiary companies	-	-	-	1,307,814	1,306,307	1,306,307	
Investments in associates	2,530,011	2,155,719	2,251,869	47,411	47,411	47,411	
Financial assets at fair value through other comprehensive income	2,397,647	2,998,658	2,786,103	2,397,647	2,998,658	2,786,103	
Financial assets at amortised cost	57,000	53,906	53,906	-	-	-	
Deferred tax assets	90,758	83,408	96,770	-	-	-	
	20,052,668	17,050,450	19,872,215	3,752,872	4,352,376	4,139,821	
Current Assets	1,038,598	1,263,918	1,402,661	32,160	40,642	56,729	
Total Assets	21,091,266	18,314,368	21,274,876	3,785,032	4,393,018	4,196,550	
Equity and Liabilities							
Owners' interest	5,668,122	6,278,291	6,238,079	3,768,259	4,241,953	4,188,128	
Non-controlling interests	4,913,475	5,155,758	5,164,108	-	-	-	
Total equity	10,581,597	11,434,049	11,402,187	3,768,259	4,241,953	4,188,128	
Non-Current Liabilities							
Borrowings	3,545,532	4,060,541	2,748,198	-	-	-	
Lease liabilities	3,132,756	-	2,910,052	-	-	-	
Deferred tax liabilities	431,349	443,292	424,574	-	-	-	
Retirement benefit obligations	270,259	182,698	270,259	-	-	-	
	7,379,896	4,686,531	6,353,083	-	-	-	
Current Liabilities	3,129,773	2,193,788	3,519,606	16,773	151,065	8,422	
Total Liabilities	10,509,669	6,880,319	9,872,689	16,773	151,065	8,422	
Total Equity and Liabilities	21,091,266	18,314,368	21,274,876	3,785,032	4,393,018	4,196,550	
Net Asset Value per share (MUR)	72.13	79.90	79.39	47.95	53.98	53.30	

1. Consolidation and Accounting Standards

The abridged financial statements for the period ended 30 September 2020 are unaudited.

The accounting policies and standards used in the preparation of these abridged unaudited financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2019.

2. General comments

The Company results include dividends declared by its underlying portfolio of investments, whereas the Group performance depicts the consolidation of Constance Hotels Services Ltd (CHSL) via BMH's subsidiary Hotelest Ltd.

3. Results

For the period to September 2020, the Company recorded lower revenue of MUR 16.1 million compared with MUR 39.1 million, due to reduced dividend income, thus generating an EBITDA of MUR 1.8 million (2019: MUR 20.2 million) and profit of MUR 1.3 million (2019: MUR 2.7 million).

The diversified portfolio helped to mitigate the impact of decreases recorded in the hospitality sector. Total assets stood at MUR 3.8 billion (Dec 2019: MUR 4.2 billion).

Group results showed a significantly lower performance than previous year since almost no revenue was generated during the third quarter 2020 by its subsidiary, CHSL. Turnover for the period to 30 September 2020 was MUR 1,239 million compared to MUR 2,543 million for the same period last year, resulting in an EBITDA of MUR 14 million. Furthermore, the increases in depreciation and finance costs were mainly attributable to IFRS 16 adjustments notably, MUR 113 million and MUR 167 million respectively. After booking MUR 44 million of share of profit from associates and a tax credit of MUR 12 million, loss for the period was MUR 848 million.

4. Outlook

The Board is deeply concerned by the prolonged period of uncertainty, which is severely affecting the general economic environment and is closely monitoring our investment in the tourism sector, currently facing further difficulties as the COVID-19 pandemic resurges abroad.

	STATEMENTS OF CASH FLOWS					
	GROUP			COMPANY		
	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited	Sep-20 Unaudited	Sep-19 Unaudited	Dec-19 Audited
(MUR'000)						
Net cash generated/(used in) from operating activities	54,639	181,299	669,169	(3,826)	22,046	30,605
Net cash (used in)/generated from investing activities	(162,721)	(200,353)	(209,021)	(34,228)	(200)	199,822
Net cash (used in)/generated from financing activities	(12,718)	308,583	(59,059)	35,000	323,382	118,590
(Decrease)/increase in cash and cash equivalents	(120,800)	289,529	401,089	(3,054)	345,228	349,017
Cash and cash equivalents at beginning of the period/year	(379,589)	(780,678)	(780,678)	3,802	(345,215)	(345,215)
Cash and cash equivalents at end of the period/year	(500,389)	(491,149)	(379,589)	748	13	3,802

	STATEMENTS OF CHANGES IN EQUITY							By order of the Board La Gaieté Services Ltd Secretary 11 November 2020
	Attributable to owners of the parent							
	Stated capital	Redeemable restricted shares	Revaluation and other reserves	Retained earnings	Owners' interest	Non-controlling interests	Total	
GROUP - (MUR'000)								
Balance at January 1, 2020	1,161,621	39,973	2,120,232	2,916,253	6,238,079	5,164,108	11,402,187	
Total comprehensive income for the period	-	-	167,792	(739,840)	(572,048)	(247,033)	(819,081)	
Changes in ownership interest in subsidiary	-	-	-	2,091	2,091	(3,600)	(1,509)	
Balance at September 30, 2020	1,161,621	39,973	2,288,024	2,178,504	5,668,122	4,913,475	10,581,597	
Balance at January 1, 2019	446,739	39,973	1,990,048	2,926,944	5,403,704	5,259,368	10,663,072	
Issue of shares	725,352	-	-	-	725,352	-	725,352	
Issue costs	(10,470)	-	-	-	(10,470)	-	(10,470)	
Total comprehensive income for the period	-	-	225,882	(66,177)	159,705	(82,541)	77,164	
Dividend	-	-	-	-	-	(21,069)	(21,069)	
Balance at September 30, 2019	1,161,621	39,973	2,215,930	2,860,767	6,278,291	5,155,758	11,434,049	
Balance at January 1, 2019	446,739	39,973	1,990,048	2,926,944	5,403,704	5,259,368	10,663,072	
- As previously reported	-	-	-	(618)	(618)	(1,027)	(1,645)	
- Effect of adopting IFRS 16	-	-	-	-	-	-	-	
As restated	446,739	39,973	1,990,048	2,926,326	5,403,086	5,258,341	10,661,427	
Issue of shares	725,352	-	-	-	725,352	-	725,352	
Issue costs	(10,470)	-	-	-	(10,470)	-	(10,470)	
Loss for the year	-	-	-	(48,922)	(48,922)	(118,407)	(167,329)	
Other comprehensive income for the year	-	-	130,184	105,297	235,481	66,990	302,471	
Changes in ownership interest in subsidiaries	-	-	-	345	345	(545)	(200)	
Dividend	-	-	-	(66,793)	(66,793)	(42,271)	(109,064)	
At December 31, 2019	1,161,621	39,973	2,120,232	2,916,253	6,238,079	5,164,108	11,402,187	

	Attributable to owners of the parent					SEGMENT INFORMATION - GROUP		
	Stated capital	Redeemable restricted shares	Revaluation and other reserves	Retained earnings	Owners' interest	Sep-20		Total
						Investments	Hospitality	
COMPANY - (MUR'000)								
Balance at January 1, 2020	1,161,621	39,973	1,587,089	1,399,445	4,188,128	16,068	1,223,432	1,239,500
Total comprehensive income for the period	-	-	(421,177)	1,308	(419,869)	1,231	(501,374)	(500,144)
Balance at September 30, 2020	1,161,621	39,973	1,165,912	1,400,753	3,768,259			
Balance at January 1, 2019	446,739	39,973	1,495,994	1,332,705	3,315,411			
Issue of shares	725,352	-	-	-	725,352			
Issue costs	(10,470)	-	-	-	(10,470)			
Total comprehensive income for the period	-	-	208,925	2,735	211,660			
Balance at September 30, 2019	1,161,621	39,973	1,704,919	1,335,440	4,241,953			
Balance at January 1, 2019	446,739	39,973	1,495,994	1,332,705	3,315,411			
Issue of shares	725,352	-	-	-	725,352			
Issue costs	(10,470)	-	-	-	(10,470)			
Profit for the year	-	-	-	28,236	28,236			
Other comprehensive income for the year	-	-	91,095	105,297	196,392			
Dividend	-	-	-	(66,793)	(66,793)			
At December 31, 2019	1,161,621	39,973	1,587,089	1,399,445	4,188,128			
(MUR'000)								
Revenue	676,881	562,619						1,239,500
Segment results	(263,914)	(236,230)						(500,144)