

Abridged audited financial statements for the year ended 31 December 2023

| STATEMENT OF PROFIT OR LOSS | | | COMMENTS |
|---|-------------------|-------------------|--|
| THE GROUP - MUR'000 | Dec-23 Audited | Dec-22 Audited | |
| Revenue | 6,002,404 | 5,150,796 | 1. Consolidation and Accounting Standards The Group financial statements for the year ended 31 December 2023 have been audited by Ernst & Young. The Group financial statements which consolidate mainly the results of its subsidiary, Constance Hotels Services Ltd (CHSL) comply with the Companies Act 2001 and have been prepared in accordance with International Financial Reporting Standards effective for the year under review. |
| Earnings before interest, taxation, depreciation and amortisation | 1,725,037 | 1,566,367 | |
| Allowance charged on expected credit losses: | | | 2. Group Results Group results reflect largely the good performance of Constance Hotels Services Ltd (CHSL), the 51% subsidiary of Hotelest Ltd. It also includes subsidiaries' revenues and other investee companies' dividend receipt which reached MUR 6,002 million compared to MUR 5,151 million last year. This generated an improved EBITDA and operating profit of MUR 1,725 million (2022: MUR 1,566 million) and MUR 1,095 million (2022: MUR 881 million) respectively. |
| - on trade receivables | 37,634 | (22,732) | |
| Depreciation and amortisation | (667,419) | (662,898) | Despite the drop in borrowings within the Hotels' Cluster, finance costs were nonetheless up to MUR 418 million (2022: MUR 324 million), mainly due to significant interest rate hikes. Furthermore, MUR 319 million (2022: MUR 316 million) were booked as finance cost on lease liabilities. |
| Operating profit | 1,095,252 | 880,737 | |
| Finance income | 13,312 | 14,610 | Share of profit from associates amounted to MUR 197 million (2022: MUR 154 million), derived mainly from CHSL's operation in the Seychelles and Madagascar. |
| Finance costs | | | |
| - on financial debts | (418,111) | (324,318) | After booking tax expense of MUR 98.4 million (2022: MUR 137.2 million), profit for the year was MUR 526.8 million (2022: MUR 264.4 million). The acquisition of COROI as a subsidiary gave rise to a gain on remeasurement of the Company's existing shareholding and a gain resulting from excess of fair value of net assets over the purchase consideration. These amounted to MUR 26 million and MUR 43 million respectively. |
| - on lease liabilities | (318,598) | (315,968) | |
| Share of results of associates | 196,674 | 154,393 | 3. Investments Other investments in financial assets, amounted to MUR 2,721 million compared to MUR 3,009 million for December 2022 (which included investments that were previously classified under non-current assets held for sale), following the decrease in share price of some quoted investments on the Stock Exchange of Mauritius. |
| Long term loan receivable from associates written off | 568,529 | 409,454 | |
| Impairment of investment in associates | (12,698) | - | 4. Company's Results As detailed below, the Company results were enhanced by the increase in dividend received by investee companies operating in the financial sector. |
| Gain on bargain purchase | 43,057 | - | |
| Gain on remeasurement of associates | 26,262 | - | |
| Profit before taxation | 625,150 | 401,626 | |
| Income tax expense | (98,391) | (137,199) | |
| Profit for the year | 526,759 | 264,427 | |
| Attributable to: | | | |
| Owners of the parent | 319,215 | 108,113 | |
| Non-controlling interests | 207,544 | 156,314 | |
| | 526,759 | 264,427 | |
| Basic and diluted earnings per share (MUR) | 4.06 | 1.38 | |

| STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME | | | |
|--|-------------------|-------------------|----------------|
| THE GROUP - MUR'000 | Dec-23 Audited | Dec-22 Audited | |
| Profit for the year | 526,759 | 264,427 | MUR'000 |
| Other comprehensive income for the year | (74,580) | 495,795 | |
| Total comprehensive income for the year | 452,179 | 760,222 | |
| Attributable to: | | | |
| Owners of the parent | 122,656 | 540,439 | |
| Non-controlling interests | 329,523 | 219,783 | |
| | 452,179 | 760,222 | |

| STATEMENT OF FINANCIAL POSITION | | | Revenue from external customers | |
|---|-------------------|-------------------|--|----------|
| THE GROUP - MUR'000 | Dec-23 Audited | Dec-22 Audited | Dec-23 | Dec-22 |
| Assets | | | | |
| Non-Current Assets | | | | |
| Property, plant and equipment | 10,987,860 | 10,864,003 | Investment income | 164,321 |
| Rights-of-use assets | 4,539,337 | 4,146,020 | Other income | 1,947 |
| Intangible assets | 84,779 | 8,184 | | |
| Investments in associates | 2,677,825 | 2,688,728 | Expenses | (30,184) |
| Financial assets at fair value through other comprehensive income | 2,721,118 | 2,138,031 | Operating profit | 136,084 |
| Deferred tax assets | 90,050 | 97,629 | Finance income | 505 |
| | 21,100,969 | 19,942,595 | Finance costs | (2,735) |
| Current Assets | | | | |
| Non-current assets held for sale | - | 871,419 | | |
| Total Assets | 23,259,561 | 22,602,644 | Impairment of investment in associates | - |
| | | | Taxation | (346) |
| Equity and Liabilities | | | Profit for the year | 133,508 |
| Owners' interest | 6,061,857 | 5,982,092 | | |
| Convertible bonds | 961,715 | 961,715 | | |
| Non-controlling interests | 4,405,407 | 4,198,015 | | |
| Total equity | 11,428,979 | 11,141,822 | | |
| Non-Current Liabilities | | | | |
| Borrowings | 4,477,126 | 4,922,619 | | |
| Lease liabilities | 4,356,084 | 4,014,561 | | |
| Deferred tax liabilities | 523,784 | 464,174 | | |
| Employee benefit obligations | 503,995 | 507,757 | | |
| | 9,860,989 | 9,909,111 | | |
| Current Liabilities | | | | |
| Total Liabilities | 11,830,582 | 11,460,822 | | |
| Total Equity and Liabilities | 23,259,561 | 22,602,644 | | |
| Net Asset Value per share (MUR) | 77.14 | 76.13 | | |

| STATEMENT OF CASH FLOW | | | GEOGRAPHICAL INFORMATION | |
|--|-------------------|-------------------|--------------------------|---------------------------------|
| THE GROUP - MUR'000 | Dec-23 Audited | Dec-22 Audited | THE GROUP - (MUR'000) | Revenue from external customers |
| | | | | Dec-23 |
| Net cash generated from operating activities | 1,402,089 | 1,320,970 | Mauritius | 4,000,821 |
| Net cash used in investing activities | (122,763) | (202,949) | Maldives | 2,001,583 |
| Net cash used in financing activities | (1,205,627) | (545,291) | Total | 6,002,404 |
| Increase in cash and cash equivalents | 73,700 | 572,730 | | 5,091,004 |
| Foreign exchange difference | 1,607 | 4,487 | | |
| Cash and cash equivalents at beginning of the year | 382,363 | (194,854) | | |
| Cash and cash equivalents at end of the year | 457,670 | 382,363 | | |

| STATEMENT OF CHANGES IN EQUITY | | | | | | | | |
|---|--------------------------------------|------------------------------|------------------|-------------------|------------------|-------------------|---------------------------|-------------------|
| THE GROUP - MUR'000 | Attributable to owners of the parent | | | | | | | |
| | Stated capital | Restricted redeemable shares | Other reserves | Retained earnings | Owners' interest | Convertible bonds | Non-controlling interests | Total equity |
| At January 1, 2023 | 1,161,621 | 39,973 | 2,642,711 | 2,137,787 | 5,982,092 | 961,715 | 4,198,015 | 11,141,822 |
| Profit for the year | - | - | - | 319,215 | 319,215 | - | 207,544 | 526,759 |
| Other comprehensive income for the year | - | - | (196,559) | - | (196,559) | - | 121,979 | (74,580) |
| Derecognition of financial assets at fair value through OCI | - | - | (25,346) | 25,346 | - | - | - | - |
| Changes in ownership interest in subsidiary | - | - | - | 32,646 | 32,646 | - | (71,427) | (38,781) |
| Acquisition of a subsidiary | - | - | - | - | - | - | 8,000 | 8,000 |
| Interest on convertible bonds | - | - | - | (12,673) | (12,673) | - | (21,748) | (34,421) |
| Dividends | - | - | - | (62,864) | (62,864) | - | (36,956) | (99,820) |
| At December 31, 2023 | 1,161,621 | 39,973 | 2,420,806 | 2,439,457 | 6,061,857 | 961,715 | 4,405,407 | 11,428,979 |
| At January 1, 2022 | 1,161,621 | 39,973 | 2,214,994 | 2,078,318 | 5,494,906 | 646,980 | 4,036,854 | 10,178,740 |
| Profit for the year | - | - | - | 108,113 | 108,113 | - | 156,314 | 264,427 |
| Other comprehensive income for the year | - | - | 431,604 | - | 431,604 | - | 63,469 | 495,073 |
| Derecognition of financial assets at fair value through OCI | - | - | (3,887) | 3,887 | - | - | - | - |
| Changes in ownership interest in subsidiary | - | - | - | 3,768 | 3,768 | - | (7,695) | (3,927) |
| Issue of convertible bonds, net of transaction costs | - | - | - | - | - | 314,735 | - | 314,735 |
| Interest on convertible bonds | - | - | - | (9,151) | (9,151) | - | (15,685) | (24,836) |
| Dividends | - | - | - | (47,148) | (47,148) | - | (35,242) | (82,390) |
| At December 31, 2022 | 1,161,621 | 39,973 | 2,642,711 | 2,137,787 | 5,982,092 | 961,715 | 4,198,015 | 11,141,822 |