

CONSTANCE HOTELS SERVICES LIMITED AND ITS SUBSIDIARIES

	STATEMENT OF PROFIT OR LOSS						COMMENTS
	9 months to		6 months to		3 months to		
THE GROUP - (MUR'000)	Sep-21	Sep-20	Jun-21	Jun-20	Mar-21	Mar-20	Dec-20
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue	1,110,839	1,223,432	701,016	1,130,197	405,842	1,126,392	1,583,508
(Loss) earnings before interest, taxation, depreciation and amortisation	(102,884)	34,648	(75,989)	161,142	(2,613)	432,371	211,995
Allowance (raised)/reversed on expected credit losses	(3,874)	-	(2,512)	-	(1,227)	-	5,282
Depreciation and amortisation	(449,360)	(514,496)	(301,123)	(342,961)	(152,689)	(170,330)	(577,045)
Operating (loss)/profit	(556,118)	(479,848)	(379,624)	(181,819)	(156,529)	262,041	(359,768)
Finance income	11,469	-	7,920	-	3,819	-	15,472
Finance costs	(463,241)	(404,205)	(246,105)	(274,157)	(125,759)	(136,225)	(541,761)
Share of results of associates	(66,336)	36,634	(91,451)	(14,368)	(85,783)	20,669	(1,772)
(Loss)/profit before taxation and non recurring items	(1,074,226)	(847,419)	(709,260)	(470,344)	(364,252)	146,485	(887,229)
Impairment of Goodwill	-	-	-	-	-	-	(504,377)
(Loss)/profit before taxation	(1,074,226)	(847,419)	(709,260)	(470,344)	(364,252)	146,485	(1,392,206)
Income tax credit/(expense)	(6,437)	12,506	(4,552)	(4,667)	(2,534)	(5,335)	(27,276)
(Loss)/profit for the period	(1,080,663)	(834,913)	(713,812)	(475,011)	(366,786)	141,150	(1,419,482)
Attributable to:							
Owners of the parent	(1,067,659)	(832,766)	(704,142)	(466,100)	(358,301)	141,407	(1,416,853)
Non-controlling interests	(13,004)	(2,147)	(9,670)	(8,911)	(8,485)	(257)	(2,629)
	(1,080,663)	(834,913)	(713,812)	(475,011)	(366,786)	141,150	(1,419,482)
Basic and diluted (loss)/earnings per share (MUR)	(9.74)	(7.59)	(6.42)	(4.25)	(3.27)	1.29	(12.92)

	STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME					
	9 months to		6 months to		3 months to	
THE GROUP - (MUR'000)	Sep-21	Sep-20	Jun-21	Jun-20	Mar-21	Mar-20
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
(Loss)/profit for the period	(1,080,663)	(834,913)	(713,812)	(475,011)	(366,786)	141,150
Other comprehensive income for the period	100,756	390,710	153,805	337,249	(10,704)	235,674
Total comprehensive income for the period	(979,907)	(444,203)	(560,007)	(137,762)	(377,490)	376,824
Attributable to:						
Owners of the parent	(969,617)	(445,952)	(553,272)	(132,332)	(370,026)	374,368
Non-controlling interests	(10,290)	1,749	(6,735)	(5,430)	(7,464)	2,456
	(979,907)	(444,203)	(560,007)	(137,762)	(377,490)	376,824

	STATEMENT OF FINANCIAL POSITION			
	Sep-21	Jun-21	Mar-21	Dec-20
THE GROUP - (MUR'000)	Unaudited	Unaudited	Unaudited	Audited
Assets				
Non-Current Assets				
Property, plant and equipment	8,262,411	8,331,183	8,249,582	8,265,139
Rights-of-use assets	4,326,696	4,404,369	4,285,970	4,258,884
Intangible assets	12,132	11,590	12,840	14,068
Investments in associates	2,044,046	2,065,370	1,953,619	2,077,053
Deferred tax assets	74,929	74,925	75,096	78,375
Current Assets	14,720,214	14,887,437	14,577,107	14,693,519
Total Assets	15,654,088	15,773,549	15,486,982	15,609,342
Equity and Liabilities				
Owners' interest	3,811,188	4,266,346	4,449,592	4,819,618
Convertible Bonds	655,000	-	-	-
Non-controlling interests	(4,915)	(27,908)	(19,429)	(11,965)
Total equity	4,461,273	4,238,438	4,430,163	4,807,653
Non-Current Liabilities				
Borrowings	4,652,512	4,582,026	4,634,216	3,968,283
Lease liabilities	3,999,724	3,988,323	3,931,983	3,829,714
Deferred tax liabilities	39,291	39,293	39,199	41,350
Retirement benefit obligations	316,435	316,435	316,435	316,435
Current Liabilities	9,007,962	8,926,077	8,921,833	8,155,782
Total Liabilities	11,192,815	11,535,111	11,056,819	10,800,689
Total Equity and Liabilities	15,654,088	15,773,549	15,486,982	15,609,342
Net Asset Value per share (MUR)	34.76	38.91	40.58	43.95

	STATEMENT OF CASH FLOW					
	9 months to		6 months to		3 months to	
THE GROUP - (MUR'000)	Sep-21	Sep-20	Jun-21	Jun-20	Mar-21	Mar-20
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Net cash (used in)/generated from operating activity	(349,963)	59,271	(173,488)	125,086	2,946	218,167
Net cash (used in)/generated from investing activity	(36,654)	(128,493)	(27,262)	(28,189)	(6,907)	(20,909)
Net cash from/(used in) financing activities	271,182	(47,718)	(421,712)	(268,329)	(172,339)	(318,402)
Decrease in cash and cash equivalents	(115,435)	(116,940)	(622,462)	(171,432)	(176,300)	(121,144)
Foreign exchange difference	(5,245)	-	(4,557)	-	(2,275)	-
Cash and cash equivalents at beginning of the period	(564,196)	(381,271)	(564,196)	(381,271)	(564,196)	(381,271)
Cash and cash equivalents at end of the period	(684,876)	(498,211)	(1,191,215)	(552,703)	(742,771)	(502,415)

	STATEMENT OF CHANGES IN EQUITY					
	Attributable to owners of the parent					
THE GROUP - (MUR'000)	Stated capital	Other reserves	Retained earnings	Owners' interest	Convertible bonds	Non-controlling interests
Balance at January 1, 2021	2,153,395	3,605,227	(939,004)	4,819,618	-	(11,965)
Issued during the year	-	-	-	-	655,000	655,000
Total comprehensive income for the period	-	98,042	(1,067,659)	(969,617)	-	(10,290)
Consolidation adjustment	-	-	(38,813)	(38,813)	-	38,813
Dividend	-	-	-	-	-	(21,473)
Balance at September 30, 2021	2,153,395	3,703,269	(2,045,476)	3,811,188	655,000	(4,915)
Balance at January 1, 2020	2,153,395	3,347,525	477,849	5,978,769	-	10,581
Total comprehensive income for the period	-	386,814	(832,766)	(445,952)	-	1,749
Balance at September 30, 2020	2,153,395	3,734,339	(354,917)	5,532,817	-	12,330
Balance at January 1, 2021	2,153,395	3,605,227	(939,004)	4,819,618	-	(11,965)
Total comprehensive income for the period	-	150,870	(704,142)	(553,272)	-	(6,735)
Dividend	-	-	-	-	-	(9,208)
Balance at June 30, 2021	2,153,395	3,756,097	(1,643,146)	4,266,346	-	(27,908)
Balance at January 1, 2020	2,153,395	3,347,525	477,849	5,978,769	-	10,581
Total comprehensive income for the period	-	333,768	(466,100)	(132,332)	-	(5,430)
Balance at June 30, 2020	2,153,395	3,681,293	11,749	5,846,437	-	5,151
Balance at January 1, 2021	2,153,395	3,605,227	(939,004)	4,819,618	-	(11,965)
Total comprehensive income for the period	-	(11,724)	(358,302)	(370,026)	-	(7,464)
Balance at March 31, 2021	2,153,395	3,593,503	(1,297,306)	4,449,592	-	(19,429)
Balance at January 1, 2020	2,153,395	3,347,525	477,849	5,978,769	-	10,581
Total comprehensive income for the period	-	232,961	141,407	374,368	-	2,456
Balance at March 31, 2020	2,153,395	3,580,486	619,256	6,353,137	-	13,037
Balance at January 1, 2020	2,153,395	3,347,525	477,849	5,978,769	-	10,581
Total comprehensive income for the period	-	257,702	(1,416,853)	(1,158,151)	-	185
Dividends	-	-	-	-	-	(22,731)
Balance at December 31, 2020	2,153,395	3,605,227	(939,004)	4,819,618	-	(11,965)

	GEOGRAPHICAL INFORMATION					
	9 months to Sep-21			6 months to Jun-21		
THE GROUP - (MUR'000)	Mauritius	Maldives	Total	Mauritius	Maldives	Total
Revenue	294,696	816,143	1,110,839	1,143,039	586,977	701,016
Operating (loss)/profit	(384,096)	(172,022)	(556,118)	(293,239)	(86,385)	(379,624)
THE GROUP - (MUR'000)	9 months to Sep-20			6 months to Jun-20		
Revenue	660,813	562,619	1,223,432	861,825	548,372	1,310,197
Operating (loss)/profit	(243,618)	(236,230)	(479,848)	(111,018)	(70,801)	(181,819)

1 Consolidation and Accounting Standards
The abridged financial statements for the nine months and quarter ended 30 September 2021 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 2020.

2 General Comments - COVID 19
The tourism industry continues to be affected by the ongoing COVID-19 pandemic. Mauritius kept its border closed until 15th July and started its first reopening phase for vaccinated tourists through a dedicated protocol from 15th July to 30th September. For the period January to September 2021, Mauritius had only 9,460 (2019: 973,642 – 2020: 305,612) tourist arrivals. The other main destinations in which we operate namely, the Maldives and the Seychelles, have seen an improvement in tourism activities with a ramping up during the third quarter 2021. Maldives had 870,862 tourists' arrivals (2019: 1,251,690 – 2020: 401,810) and Seychelles received 106,826 tourists (2019: 274,823 – 2020: 93,269). During the period, management pursued application of cost reduction initiatives and in parallel received support from wage assistance programs for the Mauritian properties. In addition, a new financing framework arrangement securing financial support and loan deferrals with the banks, financial institutions and the Mauritius Investment Corporation was concluded.

3 Results
Revenue for the nine months 2021 is mainly attributable to our operation in the Maldives compared to the similar period last year, whereby all our destination resorts were opened for the most of the first three month of 2020. Loss before interest, tax, depreciation and amortisation was MUR 102.9 million compared to an EBITDA of MUR 34.6 million for the same period last year.

4 Outlook
In Mauritius, the removal of all restrictions as of 1st October 2021 had a very positive impact on both occupancies and average room rates of our well-established properties, Constance Prince Maurice and Constance Belle Mare Plage Hotels. C Mauritius, is a first of properties operating under the C Resorts brand, managed to achieve good performance which that this is a new property. The Maldives and Seychelles properties benefited from additional boost following the lift of travel restrictions from Italy and the UK. The growing business influx will bring positive results for Q4. Despite the high vaccination rates in our source markets, the prevalence of the Delta and the newly found Omicron variants of Covid-19 are still a cause of concern and uncertainty.

By order of the Board
La Gaieté Services Ltd
Secretary
30 November 2021
The statement of direct and indirect interests of insiders pursuant to rule 8(2)(m) of the Securities (Disclosure obligations of Reporting Issuers) Rules 2007 is available free of charge upon request from the Company Secretary, La Gaieté Services Ltd, 5th Floor, Labama House, 35 Sir William Newton Street, Port Louis. The financial statements are issued pursuant to DEM Listing Rule 17 and Securities Act 2005. The Board of Constance Hotels Services Ltd accepts full responsibility for the accuracy of these financial statements. Copies of these abridged unaudited financial statements are available to the public free of charge at 5th floor, Labama House, 35 Sir William Newton Street, Port Louis, Mauritius.