

SUN LIMITED ABRIDGED FINANCIAL STATEMENTS

FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH 2024 (UNAUDITED)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (ABRIDGED)	QUARTER ENDED 31 MARCH (UNAUDITED)		NINE MONTHS ENDED 31 MARCH (UNAUDITED)	
	2024 Rs'000	2023 Rs'000	2024 Rs'000	2023 Rs'000
Revenue	2,297,421	2,122,971	6,873,943	6,256,755
Operating expenses	(1,578,098)	(1,461,327)	(4,676,820)	(4,320,055)
Earnings before interest, tax, depreciation and amortisation and impairment (charge)/reversals	719,323	661,644	2,197,123	1,936,700
Impairment (charge)/reversals	(3,578)	(502)	(2,707)	1,988
Earnings before interest, tax, depreciation and amortisation	715,745	661,142	2,194,416	1,938,688
Depreciation and amortisation	(146,189)	(126,569)	(423,166)	(409,960)
Operating profit	569,556	534,573	1,771,250	1,528,728
Net finance costs	(52,419)	(70,228)	(149,230)	(266,100)
Share of result of joint venture	21,096	16,774	47,072	32,668
Profit before tax	538,233	481,119	1,669,092	1,295,296
Income tax charge	(83,598)	(67,102)	(256,945)	(199,603)
Profit for the period	454,635	414,017	1,412,147	1,095,693
Profit attributable to:				
Owners of the Company	438,724	398,211	1,364,933	1,054,010
Non-controlling interests	15,911	15,806	47,214	41,683
	454,635	414,017	1,412,147	1,095,693
Other comprehensive income:				
Movement for the period	(112,182)	(190,780)	(50,001)	(181,663)
Total comprehensive income for the period	342,453	223,237	1,362,146	914,030
Total comprehensive income attributable to:				
Owners of the Company	333,205	220,870	1,317,316	885,713
Non-controlling interests	9,248	2,367	44,830	28,317
	342,453	223,237	1,362,146	914,030
Basic and diluted earnings per share (Rs)	2.52	2.28	7.83	6.04

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (ABRIDGED)	31 MARCH 2024 Rs'000 UNAUDITED	30 JUNE 2023 Rs'000 UNAUDITED
ASSETS		
Non-current assets		
Property, plant and equipment	18,055,678	18,070,344
Right-of-use assets	1,448,513	1,595,986
Intangible assets	239,230	238,196
Investments in associates and joint ventures	394,701	347,629
Other non-current assets	243,251	270,133
	20,381,373	20,522,288
Current assets	3,363,082	2,712,949
Total assets	23,744,455	23,235,237
EQUITY AND LIABILITIES		
Shareholders' equity	12,088,380	10,843,998
Non-controlling interests	970,660	926,097
Total equity	13,059,040	11,770,095
Loans and other borrowings	3,725,423	4,433,102
Lease liabilities	1,514,488	1,664,250
Deferred tax liability	1,673,241	1,516,553
Provision	20,440	20,940
Contract liabilities	79,282	82,349
Employee benefit liability	309,423	288,446
Non-current liabilities	7,322,297	8,005,640
Current liabilities	3,363,118	3,459,502
Total liabilities	10,685,415	11,465,142
Total equity and liabilities	23,744,455	23,235,237
Net debt	2,927,551	3,447,664
Gearing ratio	18.3%	22.7%

CONSOLIDATED STATEMENT OF CASH FLOWS (ABRIDGED)	QUARTER ENDED 31 MARCH (UNAUDITED)		NINE MONTHS ENDED 31 MARCH (UNAUDITED)	
	2024 Rs'000	2023 Rs'000	2024 Rs'000	2023 Rs'000
Operating profit before working capital changes	757,209	694,850	2,331,611	1,940,480
Movement in working capital	(111,981)	27,835	(439,828)	(104,840)
Cash generated from operations	645,228	722,685	1,891,783	1,835,640
Income taxes paid	(102,238)	-	(131,918)	(9,767)
Net cash flows from operating activities	542,990	722,685	1,759,865	1,825,873
Net cash flows used in investing activities	(113,804)	(31,362)	(324,695)	(152,144)
Net cash flows (used in)/from financing activities	(118,401)	434,477	(1,426,960)	(399,670)
Net increase in cash and cash equivalents	310,785	1,125,800	8,210	1,274,059
Net foreign exchange differences	15,702	95,032	18,068	75,249
Cash and cash equivalents - Opening	1,522,007	1,709,189	1,822,216	1,580,713
CASH AND CASH EQUIVALENTS AT 31 MARCH	1,848,494	2,930,021	1,848,494	2,930,021

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ABRIDGED)	THE GROUP (UNAUDITED)		
	Attributable to owners of the Company Rs'000	Non-controlling interests Rs'000	Total equity Rs'000
At 30 June 2022 (audited)	8,995,576	844,748	9,840,324
Total comprehensive income for the period	885,713	28,317	914,030
Convertible bonds	201,648	-	201,648
At March 2023 (unaudited)	10,082,937	873,065	10,956,002
At 30 June 2023 (audited)	10,843,998	926,097	11,770,095
Total comprehensive income for the period	1,317,316	44,830	1,362,146
Convertible bonds	(72,934)	-	(72,934)
Movement arising on winding up of subsidiaries	-	(16)	(16)
Dividends	-	(251)	(251)
At 31 March 2024 (unaudited)	12,088,380	970,660	13,059,040

COMMENTARY

Official tourist arrivals to the island for January and February were 7% up on last year, March 2024 figures were not available at time of writing. As per unofficial statistics, tourist arrivals by air have been estimated at 328,958 for this quarter, registering an increase of 10% over the same quarter last year. France, Reunion Island, UK, Germany and South Africa making up to 64% of Q3 tourist arrivals.

RESULTS

Quarterly results

Overall, our resorts performed well during this quarter with Group occupancy achieving 77% up from 74% last year. Revenue per Available Room (RevPAR) grew by 9%. Group revenue for the quarter reached Rs 2.3 billion, an increase of 8.2% compared to the same quarter last year. EBITDA improved by 8.3% to Rs 0.7 billion (margin 31%).

Net finance costs of Rs 52 million were lower than last year due to positive foreign exchange gains. Group profit after tax reached Rs 455 million, making a 9.8% growth over Q3 FY23.

Nine months' results

For the nine months' results, Group revenue increased by 9.9% to Rs 6.9 billion, with EBITDA improving to Rs 2.2 billion (margin 32%). Group profit after tax reached Rs 1.4 billion compared to Rs 1.1 billion for the same period last year.

The Group's cash level was Rs 1.9 billion as of 31 March 2024 leading to a net debt for the Group of Rs 3 billion. Group gearing continues to improve to 18.3%, down from 22.7% as at 31 March 2024.

OUTLOOK

Forward bookings for Q4 are encouraging. We expect a good quarter despite Shangri-La renovation closure for a period of four months as from June 2024.

By Order of the Board

CIEL Corporate Services Ltd
Company Secretary

8 May 2024

Notes to the above:

- The interim financial report has been prepared in accordance with IAS 34 Interim Financial Statements and using the same accounting policies and methods adopted as the last audited financial statements, except for the adoption of new and amended IFRS in the year commencing 1 July 2023.
- This interim financial report is issued pursuant to Listing Rule 12.20 and the Securities Act 2005.
- 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 is available upon request from the Secretary, free of charge at CIEL Corporate Services Ltd, Ebène Skies, Ebène, Mauritius. Copies of this report are available to the public, free of charge, at the Registered Office of the Company.
- The Board of Directors of Sun Limited accepts full responsibility for the accuracy of the information contained in this report.