

CONSTANCE HOTELS SERVICES LIMITED AND ITS SUBSIDIARIES

THE GROUP - (MUR'000)	STATEMENT OF PROFIT OR LOSS		
	3 months to		12 months to
	Mar-24 Unaudited	Mar-23 Unaudited	Dec-23 Audited
Revenue	1,860,928	1,791,145	5,727,053
Earnings before interest, taxation, depreciation and amortisation	785,774	778,896	1,570,906
Allowance (charged)/credited on expected credit losses on trade receivables	(1,383)	(3,611)	37,634
Depreciation and amortisation	(178,200)	(162,783)	(641,169)
Operating profit	606,191	612,502	967,371
Finance income	65	6,815	13,312
Finance costs			
- on financial debt	(105,577)	(104,746)	(415,065)
- on lease liabilities	(86,223)	(82,379)	(318,438)
Share of results of associates	63,187	77,572	187,832
	477,643	509,764	435,012
Other non recurring items	-	-	(12,698)
Profit before taxation	477,643	509,764	422,314
Income tax expense	(53,252)	(36,958)	(101,311)
Profit for the period	424,391	472,806	321,003
Attributable to:			
Owners of the parent	417,459	460,548	283,316
Non-controlling interests	6,932	12,258	37,687
	424,391	472,806	321,003
Basic and diluted earnings per share (MUR)	3.81	4.20	2.58

THE GROUP - (MUR'000)	STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
	3 months to		12 months to
	Mar-24 Unaudited	Mar-23 Unaudited	Dec-23 Audited
Profit for the period	424,391	472,806	321,003
Other comprehensive income for the period	70,004	191,151	187,809
Total comprehensive income for the period	494,395	663,957	508,812
Attributable to:			
Owners of the parent	487,676	650,534	469,178
Non-controlling interests	6,719	13,423	39,634
	494,395	663,957	508,812

THE GROUP - (MUR'000)	STATEMENT OF FINANCIAL POSITION		
	Mar-24 Unaudited	Mar-23 Unaudited	Dec-23 Audited
	Assets		
Non-Current Assets			
Property, plant and equipment	8,446,597	8,396,228	8,339,310
Rights-of-use assets	4,605,319	4,241,731	4,517,053
Intangible assets	85,244	6,771	84,779
Investments in associates	2,258,435	2,330,550	2,142,768
Deferred tax assets	90,047	97,657	90,050
	15,485,642	15,072,937	15,173,960
Current Assets			
Total Assets	17,635,050	17,127,599	17,072,560
Equity and Liabilities			
Owners' interest	5,371,509	5,099,765	4,893,110
Convertible bonds	961,715	961,715	961,715
Non-controlling interests	(15,373)	(19,418)	(22,817)
Total equity	6,317,851	6,042,062	5,832,008
Non-Current Liabilities			
Borrowings	4,414,493	4,985,837	4,426,100
Lease liabilities	4,502,737	4,152,796	4,349,840
Deferred tax liabilities	148,208	95,474	142,981
Employee benefit liabilities	499,825	507,756	499,822
	9,565,263	9,741,863	9,418,743
Current Liabilities			
Total Liabilities	11,317,199	11,085,537	11,240,552
Total Equity and Liabilities	17,635,050	17,127,599	17,072,560
Net Asset Value per share (MUR)	48.99	46.51	44.62

THE GROUP - (MUR'000)	STATEMENT OF CASH FLOW		
	3 months to		12 months to
	Mar-24 Unaudited	Mar-23 Unaudited	Dec-23 Audited
Net cash generated from operating activities	568,480	504,064	1,274,672
Net cash used in investing activities	(144,543)	(76,775)	(31,411)
Net cash used in financing activities	(226,259)	(156,393)	(1,209,461)
Increase in cash and cash equivalents	197,678	270,896	33,800
Foreign exchange difference	20,544	34,720	1,607
Cash and cash equivalents at beginning of the period	378,954	343,547	343,547
Cash and cash equivalents at end of the period	597,176	649,163	378,954

THE GROUP - (MUR'000)	STATEMENT OF CHANGES IN EQUITY						
	Attributable to owners of the parent						
	Stated capital	Revaluation and other reserves	Retained earnings	Owners' interest	Convertible bonds	Non-controlling interests	Total
Balance at January 1, 2024	2,153,395	3,985,361	(1,245,646)	4,893,110	961,715	(22,817)	5,832,008
Total comprehensive income for the period	-	69,279	417,459	486,738	-	7,657	494,395
Interest on convertible bonds	-	-	(8,339)	(8,339)	-	(213)	(8,552)
Balance at March 31, 2024	2,153,395	4,054,640	(836,526)	5,371,509	961,715	(15,373)	6,317,851
Balance at January 1, 2023	2,153,395	3,799,499	(1,495,407)	4,457,487	961,715	(32,630)	5,386,572
Total comprehensive income for the period	-	189,986	460,548	650,534	-	13,423	663,957
Interest on convertible bonds	-	-	(8,256)	(8,256)	-	(211)	(8,467)
Balance at March 31, 2023	2,153,395	3,989,485	(1,043,115)	5,099,765	961,715	(19,418)	6,042,062
Balance at January 1, 2023	2,153,395	3,799,499	(1,495,407)	4,457,487	961,715	(32,630)	5,386,572
Profit for the year	-	-	283,316	283,316	-	37,688	321,004
Other comprehensive income for the year	-	185,862	-	185,862	-	1,947	187,809
Interest on convertible bonds	-	-	(33,555)	(33,555)	-	(866)	(34,421)
Acquisition of a subsidiary	-	-	-	-	-	8,000	8,000
Dividends	-	-	-	-	-	(36,956)	(36,956)
Balance at December 31, 2023	2,153,395	3,985,361	(1,245,646)	4,893,110	961,715	(22,817)	5,832,008

THE GROUP - (MUR'000)	GEOGRAPHICAL INFORMATION					
	3 months to Mar-24			3 months to Mar-23		
	Mauritius	Maldives	Total	Mauritius	Maldives	Total
Revenue	1,093,122	767,806	1,860,928	1,013,064	778,081	1,791,145
Operating profit	398,309	207,882	606,191	404,836	207,666	612,502

COMMENTS

1 Consolidation and Accounting Standards

The abridged financial statements for the quarter ended 31 March 2024 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 2023.

2 General Comments

Tourism continues to grow in our main operating destinations during the first quarter 2024. The table below shows the tourist arrivals by destination for the first quarter of 2024 and 2023.

	2024	2023	2024 VS 2023
MAURITIUS	328,958	305,197	7.79%
MALDIVES	604,004	523,928	15.28%
SEYCHELLES	97,517	87,567	11.36%

New Properties

As previously announced, from January 1, 2024, the Group manages 3 new hotels in Mauritius and Rodrigues. The Group consolidates C Rodrigues Mourouk as a subsidiary and equity accounts Constance Tekoma as an associate.

Resorts Performance of Main Destinations

Operational results for the first quarter 2024 were satisfactory.

In Mauritius and Maldives, we registered an overall decrease in Occupancies which was compensated by higher Average Room Rates resulting in improved RevPARs.

In the Seychelles, we enjoyed a performance almost at par with 2023 despite a small decrease in combined RevPARs. Our newly managed hotels showed very encouraging results, establishing a good base to improve their contributions, going forward.

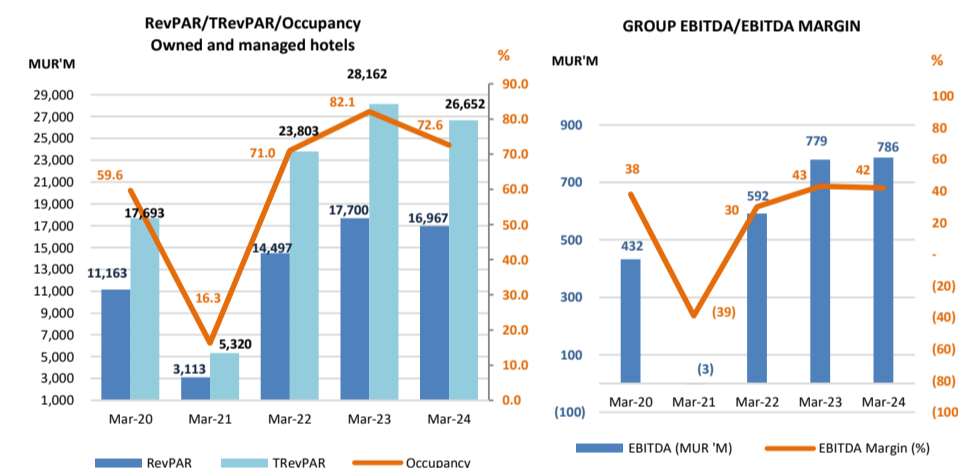
With the consolidation of the new hotels the key indicators were slightly below those achieved in 2023 which was an excellent year. Our owned and managed hotels' key revenue indicators showed a combined occupancy rate of 72.6% (2023: 82.1%), RevPAR of MUR 16,967 (2023: MUR 17,700) and TrevPAR of MUR 26,652 in 2024 (2023: MUR 28,260).

3 Group Results

Group revenue for the first quarter 2024 was enhanced by the good performances of our resorts in Mauritius and the onboarding of C Rodrigues operations as a subsidiary, increasing from MUR 1,791 million to reach MUR 1,861 million.

Despite significant increases in certain expense items, the overall cost increases were mitigated through effective costs management resulting in an EBITDA of MUR 786 million (2023: MUR 779 million). Total finance costs for the period were slightly higher at MUR 192 million compared to MUR 187 million mainly due to lease liabilities in C Rodrigues.

The decrease in share of profit from associates, from MUR 78 million to MUR 63 million, arose mainly from a one-off revenue accounted in one of the associates in 2023. Profit for the first quarter was MUR 424 million (2023: MUR 473 million) after booking for taxation charges of MUR 53 million (2023: MUR 37 million).



4 Outlook

Despite prevailing geopolitical events, Mauritius shows promising forward bookings, surpassing last year's figures. Challenges persist in the Maldives, where we are committing considerable resources to generate additional revenue. The Asian market's gradual recovery in arrival volumes post-COVID presents a positive trend. However, forthcoming months present obstacles due to fierce competition and the delayed opening of the new airport in the Maldives hindering capacity expansion. Seychelles is experiencing a marginally slower pace in bookings but maintains a positive trajectory overall. In Rodrigues, efforts to raise standards are underway, setting the stage for a solid performance in the months ahead.

Should the current trend in forward bookings prevail, we are confident in achieving last year's performance for 2024.

By order of the Board

ECS Secretaries Ltd
Secretary

10 May 2024

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, ECS Secretaries Ltd, 3rd 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 3rd floor, Labama House, 35 Sir William Newton Street, Port Louis, Mauritius.