

SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2019

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	Quarter ended		Year Ended
	31 March 2019	31 March 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
ASSETS			
Non-current assets	1,542,085	841,818	1,397,320
Current assets	195,729	138,979	325,204
Total assets	1,737,814	980,797	1,722,524
EQUITY AND LIABILITIES			
Capital and reserves	296,186	404,810	298,638
Non-current liabilities	1,343,634	457,332	1,345,415
Current liabilities	97,994	118,655	78,471
Total equity and liabilities	1,737,814	980,797	1,722,524

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

	THE GROUP		
	Quarter ended		Year Ended
	31 March 2019	31 March 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Net cash generated from/(used in) operating activities	24,770	49,182	(84,156)
Net cash used in investing activities	(145,560)	(14,411)	(645,940)
Net cash generated from/(used in) financing activities	28,991	(7,466)	898,599
Net (decrease)/increase in cash and cash equivalents	(91,799)	27,305	168,503
Cash and cash equivalents at the beginning of the period	129,935	(38,568)	(38,568)
Cash and cash equivalents at the end of the period	38,136	(11,263)	129,935

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP		
	Quarter ended		Year Ended
	31 March 2019	31 March 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Revenue	68,841	157,033	328,434
Operating profit	12,905	36,430	41,595
Net finance costs	(4,086)	(3,718)	(15,455)
Share of result of associate	(2)	(44)	194
Profit before exceptional item	8,817	32,668	26,334
Exceptional item	-	-	(73,936)
Closure costs	(47,562)	-	(92,024)
(Loss)/profit before taxation	(38,745)	32,668	(139,626)
Taxation	6,293	(5,665)	32,789
(Loss)/profit for the period	(32,452)	27,003	(106,837)
Other comprehensive income	-	-	7,668
Total comprehensive income for the period	(32,452)	27,003	(99,169)
(Loss)/profit attributable to:			
Owners of the parent	(32,452)	27,003	(106,837)
Non-controlling interests	-	-	-
	(32,452)	27,003	(106,837)
Total comprehensive income attributable to:			
Owners of the parent	(32,452)	27,003	(99,169)
Non-controlling interests	-	-	-
	(32,452)	27,003	(99,169)
(Loss)/earnings per share	Re/cs (0.26)	0.21	(0.85)

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	THE GROUP		
	Quarter ended		Year Ended
	31 March 2019	31 March 2018	31 December 2018
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Balance at the beginning of the period	298,638	377,807	377,807
Total comprehensive income for the period	(32,452)	27,003	(99,169)
Capital contribution	30,000	-	20,000
Balance at the end of the period	296,186	404,810	298,638

NOTES:

- The interim condensed financial statements for the quarter ended 31 March 2019 are unaudited. The accounting policies and standards used in the preparation of these interim condensed financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2018, except for the adoption of new International Financial Reporting Standards issued which are now effective. This interim report complies with IAS 34 "Interim Financial Reporting".
- The company owns and manages Preskil Island Resort situated at Pointe Jerome, Mahebourg and Solana Beach Mauritius at Belle Mare. The company also manages Astroe Beach, a boutique hotel situated at Pte d'Esny. It is to be noted that revenue of the group for the first quarter 2019 has decreased by Rs 88m compared to the same quarter last year as Preskil Island Resort has closed since April 2018 for renovation works. As such, Solana Beach Mauritius was the only resort that generated revenue in the first quarter 2019. Whilst tourists arrivals in Mauritius decreased by 1% for the quarter ended 31 March 2019 compared to the same quarter last year, Solana Beach Mauritius has recorded an increase in occupancy rate from 83.3% last year to 90.5% for the quarter under review, resulting in an increase of Rs 5m in revenue.
- Operating profit for the quarter ended 31 March 2019 amounted to Rs 13m compared to Rs 36m last year. The results are not comparable to last year's figure due to closure of Preskil Island Resort. Furthermore, Rs 48m of operating expenses have been consequently classified under closure costs.
- Net finance costs for the first quarter 2019 amounted to Rs 4m and was almost at par with last year.
- As a result, loss after tax for quarter ended 31 March 2019 amounted to Rs 32m compared to a profit of Rs 27m last year.
- Despite the current market conditions, we believe the results of Solana Beach Mauritius will be at par with those of the same quarter last year.
- Furthermore, the opening of Preskil Island Resort being scheduled for mid May 2019, we also expect an increase in revenue for the second quarter 2019. The renovation, with a new concept and architecture, will substantially enhance the quality of the hotel and reposition it in the luxury segment.

By Order of the Board
Navitas Corporate Services Ltd
Company Secretary

This 14th May 2019

The Board of Directors accepts full responsibility for the accuracy of the information contained in the above unaudited condensed financial statements. Copies of the unaudited condensed financial statements are available to the public, free of charge, at Union Corporate Limited, Riche en Eau, St Hubert. The Statement of 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 to the Company Secretary, free of charge, at C/O Navitas Corporate Services Ltd, Navitas House, Robinson Road, Floréal. This statement is issued pursuant to DEMRULE 17 and Securities Act 2005.