

# TROPICAL PARADISE CO LTD

## AND ITS SUBSIDIARY COMPANY



### AUDITED CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2019

The Directors are pleased to present the audited condensed Financial Statements of the Group for the year ended 30<sup>th</sup> June 2019

#### 1. CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP	
	Audited	Audited
	As at June 30, 2019	As at June 30, 2018
	Rs'000	Rs'000
<b>ASSETS</b>		
Non-current assets	2,362,996	2,269,154
Current assets	172,497	197,352
<b>Total assets</b>	<b>2,535,493</b>	<b>2,466,506</b>
<b>EQUITY AND LIABILITIES</b>		
Equity holders' interests	1,635,084	1,616,578
Convertible Debentures	28,000	28,000
<b>Total equity</b>	<b>1,663,084</b>	<b>1,644,578</b>
Non-current liabilities	600,607	556,365
Current liabilities	271,802	265,563
<b>Total equity and liabilities</b>	<b>2,535,493</b>	<b>2,466,506</b>
<b>Interest bearing debt</b>	<b>568,910</b>	<b>505,195</b>
<b>Debt to Capital Employed</b>	<b>34%</b>	<b>31%</b>

#### 3. CONDENSED STATEMENT OF CASH FLOWS

	THE GROUP	
	Audited - Year ended	
	June 30, 2019	June 30, 2018
	Rs'000	Rs'000
Net cash from operating activities	125,830	79,286
Net cash used in investing activities	(156,414)	(102,751)
Net cash (used in)/from financing activities	(22,012)	101,961
<b>(Decrease)/Increase in cash and cash equivalents</b>	<b>(52,596)</b>	<b>78,496</b>
Cash and cash equivalents at July 1,	(100,084)	(128,099)
Bank overdrafts acquisition through business combination	-	(50,481)
(Decrease)/Increase	(52,596)	78,496
<b>At June 30,</b>	<b>(152,680)</b>	<b>(100,084)</b>

#### 2. CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP	
	Audited - Year Ended	
	Jun 30, 2019	Jun 30, 2018
	Rs'000	Rs'000
<b>Turnover</b>	<b>888,362</b>	<b>809,073</b>
<b>Operating profit</b>	<b>97,020</b>	<b>91,371</b>
Net finance costs	(36,112)	(27,101)
<b>Profit before taxation</b>	<b>60,908</b>	<b>64,270</b>
Taxation	(12,049)	(12,433)
<b>Profit for the year</b>	<b>48,859</b>	<b>51,837</b>
Other comprehensive income for the year	3,101	10,742
<b>Total comprehensive income for the year</b>	<b>51,960</b>	<b>62,579</b>
<b>Per share data</b>		
Number of ordinary shares in issue ('000)	142,500	142,500
Earnings per share (Rs.)	0.26	0.28
Net Asset Value per share (Rs.)	10.95	10.82

Basic earnings and Net Asset Value per share are calculated after taking into consideration the cumulative preference dividends (i.e. Rs 12M ), preference share capital of Rs 75M and convertible debentures of Rs 28M respectively.

#### 4. CONDENSED STATEMENT OF CHANGES IN EQUITY

	ATTRIBUTABLE TO OWNERS OF THE PARENT					Total
	Share Capital	Revaluation and other Reserves	Retained Earnings	Total	Attributable to Convertible Debentures	
	THE GROUP					
<b>At July 1, 2018</b>						
- As previously stated	1,153,125	359,790	103,663	1,616,578	28,000	1,644,578
- Effect of changes in accounting policies	-	-	(5,828)	(5,828)	-	(5,828)
- As restated	1,153,125	359,790	97,835	1,610,750	28,000	1,638,750
Profit for the year	-	-	48,859	48,859	-	48,859
Assets previously revalued but not capitalised	-	(663)	-	(663)	-	(663)
Other comprehensive income for the period	-	3,101	-	3,101	-	3,101
Transfer of excess depreciation on revaluation surplus on property, plant and equipment, net of tax	-	(2,943)	2,943	-	-	-
Dividend - Ordinary Shares	-	-	(14,963)	(14,963)	-	(14,963)
Dividend - Preference Shares	-	-	(12,000)	(12,000)	-	(12,000)
<b>At June 30, 2019</b>	<b>1,153,125</b>	<b>359,285</b>	<b>122,674</b>	<b>1,635,084</b>	<b>28,000</b>	<b>1,663,084</b>
<b>At July 1, 2017</b>	<b>1,153,125</b>	<b>351,588</b>	<b>91,248</b>	<b>1,595,961</b>	<b>-</b>	<b>1,595,961</b>
Profit for the year	-	-	51,837	51,837	-	51,837
Release upon write-off of investment	-	-	(15,000)	(15,000)	-	(15,000)
Other comprehensive income for the year	-	10,742	-	10,742	-	10,742
Issue of Convertible Debentures	-	-	-	-	28,000	28,000
Transfer of excess depreciation on revaluation surplus on property, plant and equipment, net of tax	-	(2,540)	2,540	-	-	-
Dividend - Ordinary Shares	-	-	(14,962)	(14,962)	-	(14,962)
Dividend - Preference Shares	-	-	(12,000)	(12,000)	-	(12,000)
<b>At June 30, 2018</b>	<b>1,153,125</b>	<b>359,790</b>	<b>103,663</b>	<b>1,616,578</b>	<b>28,000</b>	<b>1,644,578</b>

#### RESULTS & PROSPECTS

The Group's performance in the course of the first semester was satisfactory both in terms of revenue and profitability. However, the Group was impacted by the downturn in the industry during the second part of the year under review with the result that room revenue remained virtually flat and the food and beverages operations declined.

In line with its strategy, the Group is continuing to focus on the development and enhancement of its properties. The re-opening of Le Suffren Hotel & Marina after undergoing a major refurbishment should contribute to improve the overall performance of the Group in the coming year.

By order of the Board

Eclosia Secretarial Services Ltd  
Secretary

Date: September 19, 2019

#### NOTES

The audited condensed financial statements are in compliance with International Financial Reporting Standards (IFRS) and have been prepared on the same basis as the accounting policies set out in the statutory financial statements of the Group for the year ended June 30, 2019. This communiqué is issued pursuant to DEM Rule 18 and the Securities Act 2005.

Copies of the condensed financial statements and 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), are available free of charge, upon request made to the Company Secretary, Eclosia Group Headquarters, Gentilly, Moka, Mauritius.

The Board of Directors accepts full responsibility of the information contained in the above Financial Statements.

BRN: C07013796

A company of Eclosia Group