

SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2021

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	30 September	30 September	31 December
	2021	2020	2020
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
ASSETS			
Non-current assets	2,498,486	2,605,323	2,576,950
Current assets	216,012	232,772	242,774
Total assets	<u>2,714,498</u>	<u>2,838,095</u>	<u>2,819,724</u>
EQUITY AND LIABILITIES			
Capital and reserves	<u>422,914</u>	<u>675,181</u>	<u>586,111</u>
Non-current liabilities			
- Borrowings	1,359,872	1,679,319	1,712,004
- Lease liabilities	201,918	199,282	202,446
- Deferred tax liabilities	-	66,597	33,385
- Retirement benefit obligations	123,362	59,584	118,551
	<u>1,685,152</u>	<u>2,004,782</u>	<u>2,066,386</u>
Current liabilities			
- Trade and other payables	81,390	80,772	86,986
- Borrowings	489,844	54,769	57,572
- Lease liabilities	35,198	22,591	22,669
	<u>606,432</u>	<u>158,132</u>	<u>167,227</u>
Total equity and liabilities	<u>2,714,498</u>	<u>2,838,095</u>	<u>2,819,724</u>

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

	THE GROUP		
	30 September	30 September	31 December
	2021	2020	2020
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Net cash (used in)/generated from operating activities	(67,210)	73,686	96,238
Net cash used in investing activities	(22,565)	(64,047)	(131,998)
Net cash generated from financing activities	1,417	23,754	84,796
Net (decrease)/increase in cash and cash equivalents	(88,358)	33,393	49,036
Cash and cash equivalents at the beginning of the period/year	69,423	13,855	13,855
Effect of foreign exchange rate changes	1,283	4,667	6,532
Cash and cash equivalents at the end of the period/year	<u>(17,652)</u>	<u>51,915</u>	<u>69,423</u>

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	THE GROUP				
	30 September	30 September	30 September	30 September	31 December
	2021	2020	2021	2020	2020
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue	88,159	223,992	31,867	35,262	257,803
Operating loss	(147,439)	(47,113)	(51,509)	(27,872)	(82,987)
Net foreign exchange (loss)/gain	(9,963)	(74,564)	12,355	(47,403)	(60,816)
Impairment losses on financial assets	-	-	-	-	(15,200)
Finance costs	(80,647)	(79,502)	(27,620)	(26,531)	(106,961)
Share of result of associate	(463)	(208)	(190)	(152)	(450)
Loss before taxation	(238,512)	(201,387)	(66,964)	(101,958)	(266,414)
Taxation	36,216	21,877	13,161	12,373	43,225
Loss for the period/year	(202,296)	(179,510)	(53,803)	(89,585)	(223,189)
Other comprehensive loss for the period/year	-	-	-	-	(47,526)
Total comprehensive loss for the period/year	<u>(202,296)</u>	<u>(179,510)</u>	<u>(53,803)</u>	<u>(89,585)</u>	<u>(270,715)</u>
Loss attributable to:					
Owners of the parent	(202,296)	(179,510)	(53,803)	(89,585)	(223,189)
Non-controlling interests	-	-	-	-	-
	<u>(202,296)</u>	<u>(179,510)</u>	<u>(53,803)</u>	<u>(89,585)</u>	<u>(223,189)</u>
Total comprehensive loss attributable to:					
Owners of the parent	(202,296)	(179,510)	(53,803)	(89,585)	(270,715)
Non-controlling interests	-	-	-	-	-
	<u>(202,296)</u>	<u>(179,510)</u>	<u>(53,803)</u>	<u>(89,585)</u>	<u>(270,715)</u>
Loss per share	Rs (1.61)	(1.43)	(0.43)	(0.71)	(1.78)

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	THE GROUP		
	30 September	30 September	31 December
	2021	2020	2020
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Audited
Balance at the beginning of the period/year	586,111	854,691	854,691
Total comprehensive loss for the period/year	(202,296)	(179,510)	(270,715)
Capital contribution	37,500	-	-
Revaluation surplus released on excess depreciation	1,599	-	2,135
Balance at the end of the period/year	<u>422,914</u>	<u>675,181</u>	<u>586,111</u>

NOTES:

- The interim condensed financial statements for the period ended 30 September 2021 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 2020, except for the adoption of relevant amendments to published Standards and Interpretations subsequently issued, 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 Astroea Beach, a boutique hotel situated at Pte d'Esny.
- The Group generated a revenue of Rs 88m for the period ended 30 September 2021, mainly from its operations as quarantine centres. It is to be noted that Preskil Island Resort and Solana Beach Mauritius have re-opened to the public since 24 September 2021 and 08 October 2021, respectively.
- The group recorded a net foreign exchange loss of Rs 10m for the period under review arising mainly from the retranslation of its borrowings at 30 September 2021 compared to Rs 75m for the same period last year.
- Due to the impact of Covid-19 pandemic, the Group's loss after tax for the period ended 30 September 2021 amounted to Rs 202m compared to Rs 180m for the same period last year. It is to be highlighted that 2020 figures included 3 months' of normal hotel operations, pre-Covid 19.

SPECIAL NOTE:

Since the full re-opening of the Mauritian borders on 1st October 2021 to all vaccinated visitors with negative PCR test, the Group's operations are gaining momentum and Management expects an improvement in business in the 4th quarter of year 2021 based on bookings in hand.

Furthermore, SCT has secured financing from the Mauritius Investment Corporation Ltd (MIC) and signed a binding subscription agreement for the issue of redeemable and convertible secured bonds for an amount of Rs 350m at a fixed interest rate. The legal and security documents have been finalised and first disbursement expected by Q4-2021, subject to conditions precedent being satisfied.

By Order of the Board

Navitas Corporate Services Ltd
Company Secretary

This 15th November 2021

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 DEM RULE 17 and Securities Act 2005.