



(File No. 3886)
Business Registration No : C06003886
Incorporated in the Republic Of Mauritius

SUN RESORTS LIMITED
Unaudited Abridged Financial Statements
for the quarter and half year ended 30 June 2013

The Group unaudited results for the quarter and half year ended 30 June 2013 are as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (ABRIDGED)				
	THE GROUP			
	Quarter ended 30 June		Half-Year ended 30 June	
	2013 Rs'000	2012 Rs'000	2013 Rs'000	2012 Rs'000
Revenue	764,805	684,412	1,970,679	1,775,806
Other operating income	6,473	1,469	24,932	38,394
Total revenue	771,278	685,881	1,995,611	1,814,200
Total expenses	(933,568)	(788,234)	(1,926,046)	(1,653,517)
Operating (loss)/profit	(162,290)	(102,353)	69,565	160,683
Finance costs	(89,518)	(87,428)	(183,793)	(179,249)
Finance income	753	726	1,697	1,812
Preopening and marketing launch costs	-	(2,813)	-	(4,689)
Loss before tax	(251,055)	(191,868)	(112,531)	(21,443)
Income tax expense	38,444	46,064	20,191	25,159
(Loss)/Profit for the period	(212,611)	(145,804)	(92,340)	3,716
Other comprehensive income net of tax	5,037	136,596	49,695	116,052
Total comprehensive (loss)/income	(207,574)	(9,208)	(42,645)	119,768
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(207,589)	(9,223)	(42,675)	119,738
Non-controlling interests	15	15	30	30
	(207,574)	(9,208)	(42,645)	119,768
(Loss)/Earnings per share (Rs)	(2.27)	(1.55)	(0.98)	0.04

CONSOLIDATED GEOGRAPHICAL AND SEGMENTAL INFORMATION				
	THE GROUP			
	Quarter ended 30 June		Half-Year ended 30 June	
	2013 Rs'000	2012 Rs'000	2013 Rs'000	2012 Rs'000
Geographical revenue:				
Mauritius	553,375	464,781	1,346,192	1,180,397
Maldives	108,306	132,351	353,612	389,253
Others	109,597	88,749	295,807	244,550
Total revenue including other operating income	771,278	685,881	1,995,611	1,814,200
Geographical results:				
Mauritius	(175,533)	(128,951)	(142,844)	(82,965)
Maldives	(21,565)	(3,900)	61,729	98,424
Others	(15,513)	(12,953)	(11,225)	(11,743)
(Loss)/Profit after tax for the period	(212,611)	(145,804)	(92,340)	3,716
Segment revenue:				
Hotel operations - External sales	661,681	591,181	1,693,578	1,495,150
Hotel operations - Inter-segment sales	84,239	60,681	224,198	174,337
	745,920	651,862	1,917,776	1,669,487
Real estate	-	5,951	6,226	74,500
Others - External sales	109,597	88,749	295,807	244,550
Elimination of inter-segment sales	(84,239)	(60,681)	(224,198)	(174,337)
Total revenue including other operating income	771,278	685,881	1,995,611	1,814,200
Segment results:				
Hotel operations	(197,208)	(132,895)	(82,445)	(1,109)
Real estate	110	44	1,330	16,568
Others	(15,513)	(12,953)	(11,225)	(11,743)
(Loss)/Profit after tax for the period	(212,611)	(145,804)	(92,340)	3,716

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (ABRIDGED)			
	THE GROUP		Audited
	30 Jun 2013		
	Rs'000	Rs'000	
EQUITY AND LIABILITIES			
Shareholders' equity	5,391,272	5,433,947	
Non-controlling interests	1,803	1,773	
Total equity	5,393,075	5,435,720	
Interest-bearing loans and borrowings	4,186,470	3,975,874	
Deferred tax liability	529,456	557,618	
Employee benefit liability	118,709	99,314	
Non-current liabilities	4,834,635	4,632,806	
Current liabilities	2,611,842	3,242,826	
Total liabilities	7,446,477	7,875,632	
Total equity and liabilities	12,839,552	13,311,352	
ASSETS			
Non-current assets			
Property, plant and equipment	9,839,585	9,941,350	
Operating equipment	134,819	150,579	
Intangible assets	1,546,772	1,524,545	
Other investments	10,802	10,802	
Leasehold rights and leasehold land prepayments	200,796	207,467	
Other financial assets	223,662	281,683	
	11,956,436	12,116,426	
Current assets	883,116	1,194,926	
Total assets	12,839,552	13,311,352	

CONSOLIDATED STATEMENT OF CASH FLOWS (ABRIDGED)			
	THE GROUP		
	Half Year ended 30 June		
	2013 Rs'000	2012 Rs'000	
Cash generated from operations	240,452	397,481	
Income taxes paid	(7,245)	(1,326)	
Net cash flows from operating activities	233,207	396,155	
Net cash flows generated from/(used in) investing activities	3,212	(490,113)	
Net cash flows (used in)/generated from financing activities	(161,613)	91,305	
Net increase/(decrease) in cash and cash equivalents	74,806	(2,653)	
Cash and cash equivalents at 1 January	(368,880)	(257,104)	
Net cash and cash equivalents at 30 June	(294,074)	(259,757)	

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ABRIDGED)			
	THE GROUP		
	Shareholders' equity	Non-controlling interests	Total equity
	Rs'000	Rs'000	Rs'000
At 1 January 2012	4,633,055	1,362	4,634,417
Equity dividend	(65,661)	-	(65,661)
Total comprehensive income for the half year	119,738	30	119,768
At 30 June 2012	4,687,132	1,392	4,688,524
At 1 January 2013	5,433,947	1,773	5,435,720
Total comprehensive (loss)/income for the half year	(42,675)	30	(42,645)
At 30 June 2013	5,391,272	1,803	5,393,075

Notes to the above :

- The Group's financial statements for the quarter and half year ended 30 June 2013 have been prepared using the same accounting policies and methods adopted in the audited financial statements for the year ended 31 December 2012 except for changes in standards and interpretations adopted by the Group during the period. However, none of these changes have had an impact on the reported financial position or results of the Group. The interim financial statements have been prepared in accordance with IAS 34 Interim Financial Statements.
- The Group's principal activity is in the hospitality industry. Hence, performance is subject to seasonality and varies significantly from quarter to quarter. Therefore, in respect of interim reporting, the results in the first and last quarters of each year are significantly higher than the other two quarters, as they relate to the high season.
- The results for the quarter and half year ended 30 June 2013 consolidate real estate sales relating to IHS rooms at Long Beach.
- Pre-opening and marketing launch costs related to Ambre resort which was renovated last year.

1. Comments on results

With the local tourism industry registering a meagre 0.3% increase in tourist arrivals, trading conditions were very difficult in the second quarter. The Group had a growth of 28% in room nights available and continued to make steady progress in capturing market share in Mauritius. In that respect, the Group managed to increase its market share of tourist arrivals by 38% in the quarter. Thus, Group occupancy for the quarter finished at 56.0% against 53.6% in the corresponding quarter of last year and Group revenues grew by 12% to Rs 771 million.

Long Beach continues to progress steadily and posted a marked improvement in this quarter but the first year of operation of Ambre is still very challenging and affected materially our overall results. Our Maldivian resort also experienced a difficult quarter as our main European markets witnessed a reduction in arrivals and this impacted our occupancy. Otherwise, our four star resorts performed satisfactorily and posted positive results.

Thus, with operations at Ambre being sluggish in the quarter, operating loss amounted to Rs 162 million (2012:Rs 102 million) and net loss for the quarter finished at Rs 213 million against Rs 146 million in the corresponding quarter of 2012.

2. Short term outlook

Market conditions in the third quarter will remain challenging and we expect the same pattern experienced in the second quarter to persist. However, as at to-date, bookings for the last quarter are ahead of same date last year and look promising.

For and on behalf of the Board

Clothilde de Comarmond, ACIS
Per CIEL Corporate Services Ltd
Company Secretary

2 August 2013

This announcement is issued pursuant to Listing Rule 12.20 and the Securities Act 2005.

The Board of Directors of Sun Resorts Limited accepts full responsibility for the accuracy of the information contained in this report.

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.

Registered Office

5th floor, Ebène Skies
Rue de L'institut
Ebène

Transfer Office

MCB Registry & Securities Ltd.
Sir William Newton Street
Port Louis