



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

SUN RESORTS LIMITED
Unaudited Abridged Financial Statements
for the quarter and nine months ended 30 September 2013

The Group unaudited results for the quarter and nine months ended 30 September 2013 are as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (ABRIDGED)				
	THE GROUP			
	Quarter ended 30 September		Nine months ended 30 September	
	2013 Rs'000	2012 Rs'000	2013 Rs'000	2012 Rs'000
Revenue	687,248	555,941	2,657,928	2,331,747
Other operating income	5,280	15,443	30,155	53,698
Total revenue	692,528	571,384	2,688,083	2,385,445
Total expenses	(892,807)	(741,132)	(2,818,793)	(2,394,510)
Operating loss	(200,279)	(169,748)	(130,710)	(9,065)
Finance costs	(94,563)	(93,986)	(278,357)	(273,235)
Finance income	1,859	1,137	3,556	2,948
Preopening and marketing launch costs	-	(5,847)	-	(10,536)
Loss before tax	(292,983)	(268,444)	(405,511)	(289,888)
Income tax credit	47,129	50,363	67,320	75,523
Loss for the period	(245,854)	(218,081)	(338,191)	(214,365)
Other comprehensive income				
Differences arising on retranslation of foreign operations	(11,140)	(16,343)	5,484	26,673
Differences arising on retranslation of goodwill	(14,486)	(18,905)	7,462	43,033
Movement on fair value - cash flow hedge	(18,994)	10,480	(7,872)	21,580
Other comprehensive income/(Loss) net of tax	(44,620)	(24,768)	5,074	91,286
Total comprehensive loss	(290,474)	(242,849)	(333,117)	(123,079)
Total comprehensive loss attributable to:				
Owners of the Company	(290,489)	(242,864)	(333,162)	(123,124)
Non-controlling interests	15	15	45	45
	(290,474)	(242,849)	(333,117)	(123,079)
Loss per share (Rs)	(2.62)	(2.33)	(3.61)	(2.29)

CONSOLIDATED GEOGRAPHICAL AND SEGMENTAL INFORMATION				
	THE GROUP			
	Quarter ended 30 September		Nine months ended 30 September	
	2013 Rs'000	2012 Rs'000	2013 Rs'000	2012 Rs'000
Geographical revenue:				
Mauritius	505,195	402,699	1,851,108	1,582,956
Maldives	96,725	90,012	449,883	479,265
Others	90,608	78,673	387,092	323,224
Total revenue including other operating income	692,528	571,384	2,688,083	2,385,445
Geographical results:				
Mauritius	(201,913)	(169,860)	(344,756)	(252,825)
Maldives	(35,149)	(35,951)	26,581	62,473
Others	(8,792)	(12,270)	(20,016)	(24,013)
Loss after tax for the period	(245,854)	(218,081)	(338,191)	(214,365)
Segment revenue:				
Hotel operations - External sales	594,191	492,711	2,287,036	1,987,721
Hotel operations - Inter-segment sales	67,165	53,453	291,817	227,790
	661,356	546,164	2,578,853	2,215,511
Real estate	7,729	-	13,955	74,500
Others - External sales	90,608	78,673	387,092	323,224
Elimination of inter-segment sales	(67,165)	(53,453)	(291,817)	(227,790)
Total revenue including other operating income	692,528	571,384	2,688,083	2,385,445
Segment results:				
Hotel operations	(239,041)	(201,423)	(321,485)	(202,532)
Real estate	1,979	(4,388)	3,310	12,180
Others	(8,792)	(12,270)	(20,016)	(24,013)
Loss after tax for the period	(245,854)	(218,081)	(338,191)	(214,365)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (ABRIDGED)		
	THE GROUP	
	30 Sep 2013	31 Dec 2012 Audited
	Rs'000	Rs'000
EQUITY AND LIABILITIES		
Shareholders' equity	5,100,785	5,433,947
Non-controlling interests	1,818	1,773
Total equity	5,102,603	5,435,720
Interest-bearing loans and borrowings	4,005,259	3,975,874
Deferred tax liability	485,492	557,618
Employee benefit liability	121,107	99,314
Non-current liabilities	4,611,858	4,632,806
Current liabilities	3,167,599	3,242,826
Total liabilities	7,779,457	7,875,632
Total equity and liabilities	12,882,060	13,311,352
ASSETS		
Non-current assets		
Property, plant and equipment	9,765,481	9,941,350
Operating equipment	135,282	150,579
Intangible assets	1,535,640	1,524,545
Other investments	10,802	10,802
Leasehold rights and leasehold land prepayments	196,723	207,467
Other financial assets	227,278	281,683
	11,871,206	12,116,426
Current assets	1,010,854	1,194,926
Total assets	12,882,060	13,311,352

CONSOLIDATED STATEMENT OF CASH FLOWS (ABRIDGED)		
	THE GROUP	
	Nine months ended 30 September	
	2013 Rs'000	2012 Rs'000
Cash generated from operations	234,084	372,891
Income taxes paid	(11,221)	(21,746)
Net cash flows from operating activities	222,863	351,145
Net cash flows used in investing activities	(22,770)	(836,776)
Net cash flows (used in)/generated from financing activities	(297,388)	266,497
Net decrease in cash and cash equivalents	(97,295)	(219,134)
Cash and cash equivalents at 1 January	(368,880)	(257,104)
Net cash and cash equivalents at 30 September	(466,175)	(476,238)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ABRIDGED)			
	THE GROUP		
	Shareholders' equity Rs'000	Non-controlling interests Rs'000	Total equity Rs'000
At 1 January 2012	4,633,055	1,362	4,634,417
Equity dividend	(65,661)	-	(65,661)
Total comprehensive loss for the nine months	(123,124)	45	(123,079)
At 30 September 2012	4,444,270	1,407	4,445,677
At 1 January 2013	5,433,947	1,773	5,435,720
Total comprehensive loss for the nine months	(333,162)	45	(333,117)
At 30 September 2013	5,100,785	1,818	5,102,603

Notes to the above :

- (i) The Group's financial statements for the quarter and nine months ended 30 September 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.

- (ii) 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.

- (iii) The results for the quarter and nine months ended 30 September 2013 consolidate real estate sales relating to IHS rooms at Long Beach.

- (iv) Pre-opening and marketing launch costs related to Ambre resort which was renovated last year.

1. Comments on results

The local industry experienced a growth of 6.9% in tourist arrivals in this quarter compared to the corresponding quarter of 2012 as the emerging and some key European markets started to show more positive signs. The Group continues to capitalize on this growth and with the addition of Ambre, our market share reached 8.2% for this quarter, representing an increase of 43% in tourists into our Mauritian resorts. The Maldivian resort increased occupancy and revenues against same quarter of last year as it grew its Chinese market significantly.

Thus, Group revenues grew by 21% to Rs 693 million in this quarter. However, the first year operation of Ambre was still very challenging in this traditionally low quarter and continued to impact heavily on the bottom-line results. Despite improving performance from all our resorts compared to the prior year quarter, Ambre's negative contribution resulted in the Group posting a loss after tax of Rs 246 million which was 13% higher than the corresponding quarter of 2012.

2. Short term outlook

The forward bookings year on year in respect of the last quarter look more promising at this stage. We expect improved occupancies in all resorts, although rates will remain under pressure due to the competitive trading environment. The Group expects to continue to gain market share and should post improved results over same quarter of last year.

For and on behalf of the Board

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

13 November 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.

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