

CONSTANCE HOTELS SERVICES LIMITED AND ITS SUBSIDIARIES

THE GROUP - (MUR'000)	STATEMENT OF PROFIT OR LOSS				
	6 months to		3 months to		12 months to
	Jun-24 Unaudited	Jun-23 Unaudited	Jun-24 Unaudited	Jun-23 Unaudited	Dec-23 Audited
Revenue	3,119,071	2,969,064	1,258,144	1,177,918	5,727,053
Earnings before interest, taxation, depreciation and amortisation	1,004,535	959,656	218,761	180,760	1,570,906
Allowance (charged)/credited on expected credit losses on trade receivables	(13,003)	(5,464)	(11,620)	(1,853)	37,634
Depreciation and amortisation	(356,006)	(327,217)	(177,806)	(164,434)	(641,169)
Operating profit	635,526	626,975	29,335	14,473	967,371
Finance income	1,499	13,409	1,433	6,594	13,312
Finance costs					
- on financial debt	(234,736)	(215,415)	(129,158)	(110,669)	(415,065)
- on lease liabilities	(162,879)	(161,674)	(76,656)	(79,295)	(318,438)
Share of results of associates	104,664	90,962	41,477	13,390	187,832
Long term loan receivable from associates written off	344,074	354,257	(133,569)	(155,507)	435,012
Loss on derecognition of Rights-of-use assets	-	(12,075)	-	(12,075)	(12,698)
Profit/(loss) before taxation	(4,060)	-	(4,060)	-	-
Income tax expense	340,014	342,182	(137,629)	(167,582)	422,314
Profit/(loss) for the period	(65,562)	(45,407)	(12,310)	(8,449)	(101,311)
Attributable to:					
Owners of the parent	274,452	296,775	(149,939)	(176,031)	321,003
Non-controlling interests	264,648	278,632	(152,811)	(181,916)	283,316
	9,804	18,143	2,872	5,885	37,687
	274,452	296,775	(149,939)	(176,031)	321,003
Basic and diluted earnings/(loss) per share (MUR)	2.41	2.54	(1.39)	(1.66)	2.58

COMMENTS

1 Consolidation and Accounting Standards
The abridged financial statements for the quarter and half year ended 30 June 2024 are unaudited. The accounting policies and standards used in the preparation of these abridged unaudited financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2023.

2 General Comments
Tourist arrivals for the second quarter of 2024 for Mauritius and Maldives registered a marginal increase of 1.9% and 1.4% respectively, compared to that of 2023, whereas the Seychelles, which remained affected by the conflict in the Middle East, recorded a decrease of 6.9% in tourist arrivals.

However, total arrivals for the half year ended 30 June 2024 for our three main destinations were higher compared to that of 2023, as tabled below:

	2024	2023	2024 VS 2023
JAN-JUN			
MAURITIUS	625,728	596,466	4.91%
MALDIVES	1,015,529	929,607	9.24%
SEYCHELLES	176,168	172,045	2.40%

Resorts Performance in our main destinations

The overall performance for the period under review was good. In spite of lower occupancy rates, average room rates were higher thus leading to improved RevPARs across our existing properties.

Actions taken, regarding the newly managed hotels in Rodrigues, translated into encouraging operational performances and we remain confident of their growing contributions going forward.

The performance indicators of our combined, Owned and Managed, hotels, which were impacted by the addition of the new resorts, continued to be satisfactory with an average occupancy rate of 73.3% (June 2023: 79.9%), RevPAR of MUR 14,370 (June 2023: MUR 14,909) and TRRevPAR of MUR 23,456 (June 2023: MUR 24,604).

3 Group Results

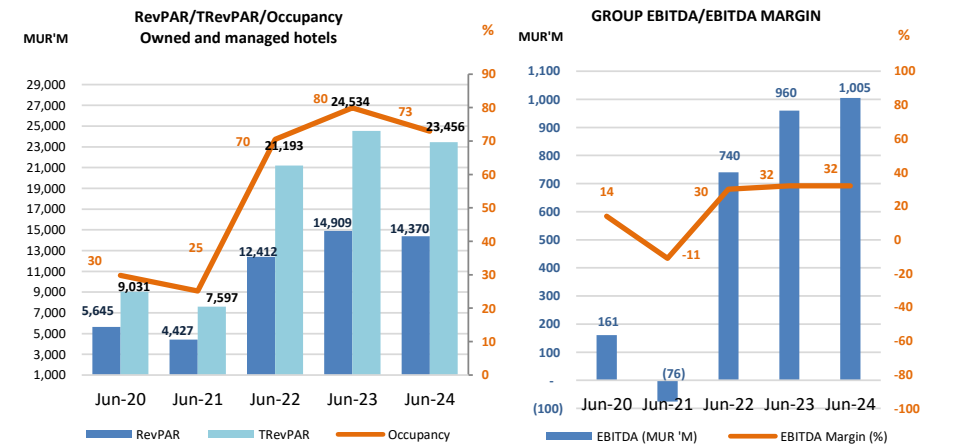
Enhanced by the good performances of our hotels in Mauritius and inclusion of our new operations in Rodrigues, Group revenue for the first semester of 2024 reached MUR 3,119 million (June 2023: MUR 2,969 million). The increases in certain operational costs, mitigated through effective costs management, resulted in an EBITDA of MUR 1,005 million (June 2023: MUR 960 million). Total finance cost for the period was higher than last year's, at MUR 398 million (June 2023: MUR 377 million) notably due to additional debt being taken for the acquisition of the headlease in the Maldives and the lease liabilities for C Rodrigues.

Share of profit from associates, arising mainly from our operations in the Seychelles, amounted to MUR 105 million (June 2023: MUR 91 million).

Profit for the first half 2024 was MUR 274 million (June 2023: MUR 297 million) after booking taxation charges of MUR 66 million (June 2023: MUR 45 million).

THE GROUP - (MUR'000)	STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME				
	6 months to		3 months to		12 months to
	Jun-24 Unaudited	Jun-23 Unaudited	Jun-24 Unaudited	Jun-23 Unaudited	Dec-23 Audited
Profit/(loss) for the period	274,452	296,775	(149,939)	(176,031)	321,003
Other comprehensive income/(loss) for the period	94,649	169,376	24,645	(21,775)	187,809
Total comprehensive income/(loss) for the period	369,101	466,151	(125,294)	(197,806)	508,812
Attributable to:					
Owners of the parent	358,447	447,789	(129,229)	(204,121)	469,178
Non-controlling interests	10,654	18,362	3,935	6,315	39,634
	369,101	466,151	(125,294)	(197,806)	508,812

THE GROUP - (MUR'000)	STATEMENT OF FINANCIAL POSITION		
	Jun-24 Unaudited	Jun-23 Unaudited	Dec-23 Audited
	Assets		
Non-Current Assets			
Property, plant and equipment	8,466,958	8,314,754	8,339,310
Rights-of-use assets	4,525,627	4,252,854	4,517,053
Intangible assets	84,760	6,568	84,779
Investments in associates	2,287,383	1,936,573	2,142,768
Deferred tax assets	90,050	97,657	90,050
Current Assets			
Total Assets	17,032,941	16,156,003	17,072,560
Equity and Liabilities			
Owners' interest	5,180,054	4,887,802	4,893,110
Convertible bonds	961,715	961,715	961,715
Non-controlling interests	(31,291)	(34,292)	(22,817)
Total equity	6,110,478	5,815,225	5,832,008
Non-Current Liabilities			
Borrowings	4,874,221	4,152,723	4,426,100
Lease liabilities	3,504,039	4,148,808	4,349,840
Deferred tax liabilities	149,431	95,016	142,981
Employee benefit liabilities	499,822	507,756	499,822
Current Liabilities	9,027,513	8,904,303	9,418,743
Total Liabilities	10,922,463	10,340,778	11,240,552
Total Equity and Liabilities	17,032,941	16,156,003	17,072,560
Net Asset Value per share (MUR)	47.24	44.58	44.62



4 Outlook

Geopolitical tensions in Europe and the Middle East, combined with a potential global economic downturn, remain key challenges to tourism in all destinations.

Mauritius, however, remains promising with performances expected to remain in line with the previous year. Maldives' performances remain challenging due to fierce competition and the delayed opening of its new airport affecting its capacity expansion. Nonetheless, our sales and marketing initiatives and our focus on key source markets have led to improved bookings. Seychelles is still showing good results despite a slightly slower booking pace. Standards are being raised in Rodrigues, laying the groundwork for a strong performance for the remainder of the year.

Should forward bookings continue on their current course, we anticipate a similar satisfactory performance as that achieved in 2023. However, the impact of the newly announced salary compensation in Mauritius is currently being assessed.

By order of the Board

**ECS Secretaries Ltd
Secretary**

14 August 2024

The statement of direct and indirect interests of insiders pursuant to rule 8(2)(m) of the Securities (Disclosure obligations of Reporting Issuers) Rules 2007 is available free of charge upon request from the Company Secretary, ECS Secretaries Ltd, 3rd Floor, Labama House, 35 Sir William Newton Street, Port Louis. The financial statements are issued pursuant to DEM Listing Rule 17 and Securities Act 2005. The Board of Constance Hotels Services Ltd accepts full responsibility for the accuracy of these financial statements. Copies of these abridged unaudited financial statements are available to the public free of charge at 3rd floor, Labama House, 35 Sir William Newton Street, Port Louis, Mauritius.

THE GROUP - (MUR'000)	STATEMENT OF CASH FLOW		
	6 months to		12 months to
	Jun-24 Unaudited	Jun-23 Unaudited	Dec-23 Audited
Net cash generated from operating activities	693,518	545,233	1,274,672
Net cash (used in)/generated from investing activities	(1,121,503)	360,053	(31,411)
Net cash generated from/(used in) financing activities	19,528	(1,180,358)	(1,209,461)
(Decrease)/increase in cash and cash equivalents	(408,457)	(275,072)	33,800
Foreign exchange difference	32,519	32,123	1,607
Cash and cash equivalents at beginning of the period	378,954	343,547	343,547
Cash and cash equivalents at end of the period	3,016	100,598	378,954

THE GROUP - (MUR'000)	STATEMENT OF CHANGES IN EQUITY						
	Attributable to owners of the parent						
	Stated capital	Revaluation and other reserves	Retained earnings	Owners' interest	Convertible bonds	Non-controlling interests	Total
Balance at January 1, 2024	2,153,395	3,985,361	(1,245,646)	4,893,110	961,715	(22,817)	5,832,008
Total comprehensive income for the period	-	93,799	264,648	358,447	-	10,654	369,101
Interest on convertible bonds	-	-	(16,676)	(16,676)	-	(426)	(17,102)
Dividends	-	-	(54,827)	(54,827)	-	(18,702)	(73,529)
Balance at June 30, 2024	2,153,395	4,079,160	(1,052,501)	5,180,054	961,715	(31,291)	6,110,478
Balance at January 1, 2023	2,153,395	3,799,499	(1,495,407)	4,457,487	961,715	(32,630)	5,386,572
Total comprehensive income for the period	-	168,309	278,632	446,941	-	19,210	466,151
Interest on convertible bonds	-	-	(16,626)	(16,626)	-	(430)	(17,056)
Dividends	-	-	-	-	-	(20,442)	(20,442)
Balance at June 30, 2023	2,153,395	3,967,808	(1,233,401)	4,887,802	961,715	(34,292)	5,815,225
Balance at January 1, 2023	2,153,395	3,799,499	(1,495,407)	4,457,487	961,715	(32,630)	5,386,572
Profit for the year	-	-	283,316	283,316	-	37,687	321,003
Other comprehensive income for the year	-	185,862	-	185,862	-	1,947	187,809
Interest on convertible bonds	-	-	(33,555)	(33,555)	-	(865)	(34,420)
Acquisition of a subsidiary	-	-	-	-	-	8,000	8,000
Dividends	-	-	-	-	-	(36,956)	(36,956)
Balance at December 31, 2023	2,153,395	3,985,361	(1,245,646)	4,893,110	961,715	(22,817)	5,832,008

THE GROUP - (MUR'000)	GEOGRAPHICAL INFORMATION					
	6 months to Jun-24			6 months to Jun-23		
	Mauritius	Maldives	Total	Mauritius	Maldives	Total
Revenue	1,939,415	1,179,656	3,119,071	1,779,829	1,189,235	2,969,064
Operating profit	507,144	128,382	635,526	473,203	153,772	626,975