

HOTELEST LIMITED AND ITS SUBSIDIARIES
Abridged audited financial statements for the year ended 31 December 2021

STATEMENT OF PROFIT OR LOSS			COMMENTS
	Dec 2021 Audited	Dec 2020 Audited	
THE GROUP - (MUR'000)			1. Principal activity
Revenue	2,439,188	1,583,508	The only activity of Hotelest Limited is to hold 51% of the share capital of Constance Hotels Services Limited (CHSL).
Earnings before interest, taxation, depreciation and amortisation	532,273	210,468	2. Consolidation and Accounting Standards
Allowance (charged)/reversed on expected credit losses:			The financial statements comply with the Companies Act 2001 and Financial Reporting Act 2004 and have been prepared in accordance with International Financial Reporting Standards effective for the year under review. The financial statements for the year ended 31 December 2021 have been audited by Ernst and Young.
- on trade receivables	(9,644)	5,282	3. General Comments
Depreciation and amortisation	(614,521)	(577,045)	In 2021, COVID-19 pandemic continued to cause significant uncertainty and turbulence in the tourism and travel industry. Mauritius fully reopened its borders on 1st October 2021, after one and half years of closure, to fully vaccinated travellers with a negative PCR test. Seychelles achieved its herd immunity in March 2021 when it reopened its borders and launched attractive incentives worldwide as a COVID-free destination. This resulted in a 59% increase in tourists arrivals compared to 2020. The Maldives, which reopened during the last quarter of 2020, saw an increase of 130% in its 2021 arrivals. Madagascar was closed for the whole year to overseas travellers.
Operating loss	(91,892)	(361,295)	
Finance income	10,156	15,472	
Finance costs	(597,271)	(541,928)	
Share of results of associates	(61,704)	(1,772)	
Loss before taxation and non-recurring items	(740,711)	(889,523)	
Impairment of Goodwill	-	(504,377)	
Loss before taxation	(740,711)	(1,393,900)	
Income tax credit/(expense)	25,187	(27,276)	
Loss for the year	(715,524)	(1,421,176)	
Attributable to:			
Owners of the parent	(363,286)	(724,289)	
Non-controlling interests	(352,238)	(696,887)	
	(715,524)	(1,421,176)	
Basic and diluted loss per share (MUR)	(6.50)	(12.95)	4. Results

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
	Dec 2021 Audited	Dec 2020 Audited
THE GROUP - (MUR'000)		
Loss for the year	(715,524)	(1,421,176)
Other comprehensive income for the year	75,038	260,516
Total comprehensive income for the year	(640,486)	(1,160,660)
Attributable to:		
Owners of the parent	(326,037)	(592,862)
Non-controlling interests	(314,449)	(567,798)
	(640,486)	(1,160,660)

STATEMENT OF FINANCIAL POSITION		
	Dec 2021 Audited	Dec 2020 Audited
THE GROUP - (MUR'000)		
Assets		
Non-Current Assets		
Property, plant and equipment	8,245,812	8,265,139
Right-of-use assets	4,312,286	4,258,884
Intangible assets	8,728	14,068
Investments in associates	2,029,957	2,077,053
Deferred tax assets	113,008	78,375
	14,709,791	14,693,519
Current Assets	1,368,837	915,946
Total Assets	16,078,628	15,609,465
Equity and Liabilities		
Owners' interest	2,102,001	2,452,740
Convertible bonds	646,980	-
Non-controlling interests	2,006,807	2,349,646
Total equity	4,755,788	4,802,386
Non-Current Liabilities		
Borrowings	4,902,870	3,968,283
Lease Liabilities	4,029,268	3,829,714
Deferred tax liabilities	23,791	42,350
Employee benefit obligations	390,826	316,435
	9,346,755	8,156,782
Current Liabilities	1,976,085	2,650,297
Total Liabilities	11,322,840	10,807,079
Total Equity and Liabilities	16,078,628	15,609,465
Net Asset Value per share (MUR) - excluding convertible bonds and non-controlling interests	37.59	43.86

STATEMENT OF CASH FLOW			GEOGRAPHICAL INFORMATION	
	Dec 2021 Audited	Dec 2020 Audited	Revenue from external customers	
THE GROUP - (MUR'000)				
Net cash generated from/(used in) operating activities	4,331	(49,906)	Mauritius	1,046,613
Net cash (used in)/generated from investing activities	(18,140)	11,325	Maldives	1,392,575
			Total	2,439,188
Net cash generated from/(used in) financing activities	340,915	(148,748)		
Net increase/(decrease) in cash and cash equivalents	327,106	(187,329)		
Foreign exchange difference	(5,334)	6,012	Mauritius	9,091,084
Cash and cash equivalents at beginning of the year	(565,469)	(384,152)	Maldives	6,987,544
Cash and cash equivalents at end of the year	(243,697)	(565,469)	Total	16,078,628

STATEMENT OF CHANGES IN EQUITY							
THE GROUP - (MUR'000)	Attributable to owners of the parent						
	Stated capital	Revaluation and other reserves	Retained earnings	Owners' interest	Convertible bonds	Non-controlling interests	Total equity
At January 1, 2021	1,102,001	1,814,000	(463,261)	2,452,740	-	2,349,646	4,802,386
Loss for the year	-	-	(363,286)	(363,286)	-	(352,238)	(715,524)
Other comprehensive income for the year	-	37,250	-	37,250	-	37,789	75,039
Issue of convertible bonds, net of transaction costs	-	-	-	-	646,980	-	646,980
Changes in percentage holding of subsidiary	-	-	(19,795)	(19,795)	-	19,795	-
Interest on convertible bonds	-	-	(4,908)	(4,908)	-	(4,899)	(9,807)
Dividends	-	-	-	-	-	(43,286)	(43,286)
At December 31, 2021	1,102,001	1,851,250	(851,250)	2,102,001	646,980	2,006,807	4,755,788
At January 1, 2020	1,102,001	1,682,572	261,028	3,045,601	-	2,940,176	5,985,777
Loss for the year	-	-	(724,289)	(724,289)	-	(696,887)	(1,421,176)
Other comprehensive income for the year	-	131,428	-	131,428	-	129,088	260,516
Dividends	-	-	-	-	-	(22,731)	(22,731)
At December 31, 2020	1,102,001	1,350,739	(463,261)	2,452,740	-	2,349,646	4,802,386