

MORNING LIGHT CO. LTD

ABRIDGED UNAUDITED FINANCIAL STATEMENTS

FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

STATEMENT OF FINANCIAL POSITION

	30 September 2022	31 December 2021
	Rs	Rs
	Unaudited	Audited
ASSETS		
Non-current assets	1,676,578,021	1,698,244,588
Current assets	<u>122,579,424</u>	<u>106,336,942</u>
Total assets	<u><u>1,799,157,445</u></u>	<u><u>1,804,581,530</u></u>
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	459,615,800	459,615,800
Revaluation reserve	618,097,786	624,768,325
Accumulated losses	<u>(126,460,751)</u>	<u>(117,934,321)</u>
Total equity	951,252,835	966,449,804
Non-current liabilities	588,935,773	630,036,962
Current liabilities	<u>258,968,837</u>	<u>208,094,764</u>
Total equity and liabilities	<u><u>1,799,157,445</u></u>	<u><u>1,804,581,530</u></u>

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30 September 2022	Quarter ended 30 September 2021	Nine Months ended 30 September 2022	Nine Months ended 30 September 2021
	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited
Revenue	<u>141,988,146</u>	<u>7,183,080</u>	<u>358,927,103</u>	<u>28,620,647</u>
Operating profit/(loss)	11,038,642	(38,861,038)	(4,859,764)	(101,487,901)
Finance costs	<u>(6,039,602)</u>	<u>(5,872,320)</u>	<u>(18,076,205)</u>	<u>(16,367,810)</u>
Profit/(loss) before taxation	4,999,040	(44,733,358)	(22,935,969)	(117,855,711)
Taxation	<u>2,710,000</u>	<u>1,966,000</u>	<u>7,739,000</u>	<u>6,601,000</u>
Profit/(loss) for the period	7,709,040	(42,767,358)	(15,196,969)	(111,254,711)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income/(loss) for the period	<u><u>7,709,040</u></u>	<u><u>(42,767,358)</u></u>	<u><u>(15,196,969)</u></u>	<u><u>(111,254,711)</u></u>
Earnings/(loss) per share (basic and diluted)	<u>(0.17)</u>	<u>(0.93)</u>	<u>(0.33)</u>	<u>(2.42)</u>

STATEMENT OF CHANGES IN EQUITY

	Stated capital	Revaluation reserve	Accumulated Losses	Total
	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited
Balance at 1 January 2021	459,615,800	616,590,708	(33,991,454)	1,042,215,054
Revaluation surplus realised on depreciation	-	(6,512,463)	6,512,463	-
Total comprehensive loss for the period	-	-	(111,254,711)	(111,254,711)
Balance at 30 September 2021	<u>459,615,800</u>	<u>610,078,245</u>	<u>(138,733,702)</u>	<u>930,960,343</u>
Balance at 1 January 2022	459,615,800	624,768,325	(117,934,321)	966,449,804
Revaluation surplus realised on depreciation	-	(6,670,539)	6,670,539	-
Total comprehensive loss for the period	-	-	(15,196,969)	(15,196,969)
Balance at 30 September 2022	<u>459,615,800</u>	<u>618,097,786</u>	<u>(126,460,751)</u>	<u>951,252,835</u>

STATEMENT OF CASH FLOWS

	Nine Months ended 30 September 2022	Nine Months ended 30 September 2021
	Rs	Rs
	Unaudited	Unaudited
Net cash generated from/(used in) operating activities	42,292,133	(84,527,955)
Net cash used in investing activities	(20,737,713)	(7,170,297)
Net cash generated from financing activities	<u>15,751,000</u>	<u>42,360,580</u>
Net increase/(decrease) in cash and cash equivalents	37,305,420	(49,337,672)
Net foreign exchange gains	2,081,962	4,578
Cash and cash equivalents at beginning of period	<u>(14,811,107)</u>	<u>14,045,510</u>
Cash and cash equivalents at end of period	<u><u>24,576,275</u></u>	<u><u>(35,287,584)</u></u>

COMMENTS

Principal activity

Morning Light Co. Ltd ("the Company") owns a first class resort hotel of international standard named "Hilton Mauritius Resort & Spa". The hotel is managed and operated by Hilton International LLC.

Results

Revenue for the quarter and nine months ended 30 September 2022 amounted to Rs142.0M and Rs358.9M respectively, which represents an increase of Rs134.8M and Rs330.3M respectively, as compared to the corresponding quarter and nine months ended 30 September 2021 (Rs7.2M and Rs28.6M respectively).

The quarter ended 30 September 2022 resulted in a profit after tax of Rs7.7M compared to a loss of Rs42.8M for the quarter ended 30 September 2021 whilst loss after taxation for the nine months ended 30 September 2022 decreased to Rs15.2M compared to a loss after taxation of Rs111.3M for the prior corresponding period.

Based on the cash flow forecast for the next 12 months and the funding secured so far, the company will be able to meet its financial obligations for the foreseeable future. Consequently, the financial statements have been prepared on a going concern basis.

Loss per share

The calculation of loss per share is based on the loss attributable to shareholders of Rs15,196,969 (Sep 2021: Rs111,254,711) and the number of the shares in issue of 45,961,580 (Sep 2021: 45,961,580).

Dividend

No dividend was declared during the nine months ended 30 September 2022 (Sep 2021: Rs Nil).

Outlook

The hospitality industry is producing strong results globally against a climate of financial unease, driven by renewed enthusiasm for travel in the post pandemic era. A healthy top-line performance is set to boost profitability, despite rising operating costs due to inflationary pressures and human resource constraints on the local market.

Others

The abridged financial statements for the quarter and nine months ended 30 September 2022 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 2021, except for relevant amendments to published standards, standards and interpretations issued and which are effective as from 1 January 2021. This interim report complies with IAS 34.

Copies of the above abridged unaudited financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the company, Royal Road Chapman Hill, Beau Bassin.

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 made to the Company Secretary.

By Order of the Board

Gamma Corporate Services Ltd
Company Secretary

28 October 2022

These abridged unaudited financial statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

The Board of Directors of Morning Light Co. Ltd accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.