

SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION

	THE GROUP		
	30 June 2022	30 June 2021	31 December 2021
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Unaudited
ASSETS			
Non-current assets	2,965,237	2,522,218	3,022,784
Current assets	587,411	192,797	278,113
Total assets	3,552,648	2,715,015	3,300,897
EQUITY AND LIABILITIES			
Capital and reserves	1,419,591	438,677	1,077,935
- Borrowings	838,297	1,375,275	1,314,234
- Lease liabilities	205,912	210,289	200,674
- Others	151,017	130,958	157,734
Non-current liabilities	1,195,226	1,716,522	1,672,642
- Borrowings	844,736	465,189	450,890
- Lease liabilities	20,857	22,514	40,847
- Trade and other payables	72,238	72,113	58,583
Current liabilities	937,831	559,816	550,320
Total equity and liabilities	3,552,648	2,715,015	3,300,897

* N1: Included secured fixed and floating rate notes of Rs 799m which have been rescheduled on 25 July 2022.

SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Period ended		THE GROUP Quarter ended		Year Ended
	30 June 2022	30 June 2021	30 June 2022	30 June 2021	31 December 2021
	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited	Rs'000 Unaudited
Revenue	314,117	56,291	168,468	26,974	264,212
Earnings/(loss) from operating activities	63,132	(39,925)	37,623	(20,513)	14,031
Other income	3,115	1,531	1,530	683	16,542
Share of result of associate	223	(273)	155	(154)	(279)
EBITDA/(loss)	66,470	(38,667)	39,308	(19,984)	30,294
Net foreign exchange gain/(loss)	15,056	(22,886)	19,940	(34,093)	(2,004)
Finance costs	(54,599)	(50,889)	(28,148)	(24,654)	(107,501)
Depreciation and amortisation	(61,711)	(59,106)	(31,050)	(29,580)	(119,421)
(Loss)/profit before taxation	(34,784)	(171,548)	50	(108,311)	(198,632)
Taxation	8,341	23,055	4,722	15,085	32,195
Loss/(profit) for the period/year	(26,443)	(148,493)	4,772	(93,226)	(166,437)
Other comprehensive income for the period/year	-	-	-	-	524,378
Total comprehensive (loss)/income for the period/year	(26,443)	(148,493)	4,772	(93,226)	357,941
Results attributable to:					
Owners of the parent	(26,443)	(148,493)	4,772	(93,226)	(166,437)
Non-controlling interests	-	-	-	-	-
	(26,443)	(148,493)	4,772	(93,226)	(166,437)
Total comprehensive (loss)/income attributable to:					
Owners of the parent	(26,443)	(148,493)	4,772	(93,226)	357,941
Non-controlling interests	-	-	-	-	-
	(26,443)	(148,493)	4,772	(93,226)	357,941
(Loss)/earnings per share	Rs/cs (0.21)	(1.18)	0.04	(0.74)	(1.32)

SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022

UNAUDITED CONDENSED STATEMENT OF CASHFLOWS

	THE GROUP		
	Period ended		Year Ended
	30 June	30 June	31 December
	2022	2021	2021
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Unaudited
Net cash generated from/(used in) operating activities	99,188	(38,313)	(46,629)
Net cash used in investing activities	(138,811)	(19,344)	(15,204)
Net cash generated from/(used in) financing activities	296,818	(36,474)	(4,435)
Net increase/(decrease) in cash and cash equivalents	257,195	(94,131)	(66,268)
Cash and cash equivalents at the beginning of the period/year	6,455	69,423	69,423
Effect of foreign exchange rate changes	(10,139)	2,064	3,300
Cash and cash equivalents at the end of the period/year	<u>253,511</u>	<u>(22,644)</u>	<u>6,455</u>

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY

	THE GROUP		
	Period ended		Year Ended
	30 June	30 June	31 December
	2022	2021	2021
	Rs'000	Rs'000	Rs'000
	Unaudited	Unaudited	Unaudited
Balance at the beginning of the period/year	1,077,935	586,111	586,111
Total comprehensive (loss)/income for the period/year	(26,443)	(148,493)	357,941
Revaluation surplus released on excess depreciation	1,599	1,059	2,133
Capital contribution	106,500	-	43,500
Issue of redeemable convertible secured bonds	260,000	-	88,250
Balance at the end of the period/year	<u>1,419,591</u>	<u>438,677</u>	<u>1,077,935</u>

SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022

NOTES

1. The interim condensed financial statements for the period ended 30 June 2022 are unaudited. The accounting policies and standards used in the preparation of these interim condensed financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2020, except for the adoption of relevant amendments to published Standards and Interpretations subsequently issued, now effective. This interim report complies with IAS 34 "Interim Financial Reporting".
2. SCT is currently proceeding with a rights issue to raise fresh capital. As such, the Group has sought and obtained the approval of the Stock Exchange of Mauritius Limited for an extension of deadline to submit the audited financial statements and abridged version for the year ended 31 December 2021 by 31 August 2022.
3. On 25 July 2022, the Group has obtained the approval of the Noteholders of each tranche to reschedule the maturity dates for repayment of capital by 2 years. The interest rates have also increased as per the new terms and a bullet repayment of Rs 150m was paid to the Noteholders on 29 July 2022.
4. The Group recorded encouraging results for the period ended 30 June 2022 with a revenue of Rs 314m (2021: Rs 56m) and EBIDTA of Rs 66m (2021: loss Rs 39m). The outbreak of the new Covid-19 Omicron variant affected the performance of the hotels in the period December 2021 to January 2022 with the closure of the South African borders and Mauritius being classified as a red zone by France. In addition, occupancy rates in February 2022 were dampened by 2 back-to-back class 4 cyclone alerts. Despite the above, both Preskil and Solana have exceeded their overall budgeted performance since the complete reopening of borders on 01 October 2021, which demonstrates the strong potential of the Group to return to profitability.
5. The loss after tax for the period ended 30 June 2022 has decreased from Rs 148m in 2021 to Rs 26m this semester and the profit for the second quarter of year 2022 amounted to Rs 5m compared to a loss of Rs 93m for the corresponding quarter of 2021.
6. Outlook for the third quarter of year 2022 is promising in terms of expected occupancy with air access being constantly improved.

By Order of the Board

Navitas Corporate Services Ltd
Company Secretary

This 11th August 2022

*The Board of Directors accepts full responsibility for the accuracy of the information contained in the above unaudited condensed financial statements. Copies of the unaudited condensed financial statements are available to the public, free of charge, at Compagnie de Beau Vallon Limitée, Riche en Eau, St Hubert. The Statement of 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 to the Company Secretary, free of charge, at C/O Navitas Corporate Services Ltd, Navitas House, Robinson Road, Floréal.
This statement is issued pursuant to DEM RULE 17 and Securities Act 2005.*