

Revenue	EBITDA	PAT	Occupancy	RevPAR	TRevPAR
MUR 3,747 M	MUR 917 M	MUR 214 M	68.1%	MUR 10,213	MUR 16,680
▼ 0.5%*	▲ 6.5%*	▲ 187.2%*	▼ 5.3%*	▲ 3.8%*	▲ 0.3%*
* Year 2018 compared to Year 2017					
Owned and managed hotels					

CONSTANCE HOTELS SERVICES LIMITED AND ITS SUBSIDIARIES

STATEMENT OF PROFIT OR LOSS			COMMENTS	
	Dec 2018	Dec 2017	1 Consolidation and Accounting Standards	
	Audited	Audited	The abridged financial statements for the year ended 31 December 2018 is audited by BDO & Co. The financial statements complies with the Companies Act 2001 and has been prepared in accordance with International Financial Reporting Standards effective for the year under review.	
Revenue	3,747,479	3,766,189	2 General Comments	
Earnings before interest, taxation, depreciation and amortisation	917,038	861,474	In 2018, Mauritius, Maldives and Seychelles, our main destinations, saw a weighted growth of 5.3% in tourist arrivals. Mauritius had a 4.3% increase with 1,399,287 arrivals (2017: 1,341,860), Maldives had a 6.8% increase with 1,484,272 arrivals (2017: 1,389,542) and Seychelles had a 3.4% increase with 361,844 arrivals (2017: 349,861).	
Depreciation and amortisation	(457,155)	(469,665)	3 Results	
Operating profit	459,883	391,809	Our strategy to improve rates on the Mauritian market was beneficial for the best part of the year albeit with reduced volumes in the 5 star luxury segment. The performance of our Mauritian properties was dampened by C Palmar. In the Maldives, demand was strong at the beginning of 2018, which slowed following the political instability experienced, with a subdued performance for the rest of the year due the increase in room supply and competition. In the Seychelles, improved air access had a positive impact on arrivals and our hotels' performance was excellent, recording 10% growth in RevPar	
Finance costs	(324,294)	(331,442)	Occupancy for all hotels, owned and managed, was 68% (2017: 72%). However, we recorded an improved RevPar of MUR 10,213 (2017: MUR 9,839) and TrevPar of MUR 16,680 (2017: MUR 16,625). The Group consolidated revenue, under IFRS 15, net of commissions payable, was MUR 3,747 million. Finance costs for the year were MUR 324 million (2017: MUR 331 million).	
Share of results of associates	120,757	81,358	Our properties in Seychelles and Madagascar continued to fare well in 2018. The Group increased its equity participation in the Seychelles properties from 25.42% to 31.93% during the year. Included in the share of results from associates of MUR 121 million were certain non-recurring gains as a result of some restructuring.	
Profit before taxation and pre-opening expenses	256,346	141,725	Profit for the year was MUR 214 million (2017: MUR 74 million) after accounting for tax of MUR 29 million (2017: MUR 59 million).	
Pre-opening expenses	(14,245)	(8,491)	<i>Operational performance of all hotels owned and managed for the year ended 31st Dec</i>	
Profit before taxation	242,101	133,234		
Income tax expense	(28,598)	(58,892)		
Profit for the year	213,503	74,342		
Attributable to:				
Owners of the parent	199,314	54,781		
Non-controlling interests	14,189	19,561		
	213,503	74,342		
Earnings per share (MUR)	1.82	0.50		
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME				
	Dec 2018	Dec 2017		
	Audited	Audited		
Profit for the year	213,503	74,342		
Other comprehensive income for the year	249,978	1,233,924		
Total comprehensive income for the year	463,481	1,308,266		
Attributable to:				
Owners of the parent	448,465	1,291,721		
Non-controlling interests	15,016	16,545		
	463,481	1,308,266		

THE GROUP - (MUR'000)

Profit for the year	213,503	74,342
Other comprehensive income for the year	249,978	1,233,924
Total comprehensive income for the year	463,481	1,308,266
Attributable to:		
Owners of the parent	448,465	1,291,721
Non-controlling interests	15,016	16,545

STATEMENT OF FINANCIAL POSITION

THE GROUP - (MUR'000)

Assets		
Non-Current Assets		
Property, plant and equipment	8,091,359	8,296,015
Intangible assets	1,131,970	1,147,427
Investments in associates	1,616,805	1,142,851
Investment in financial assets	-	545
Financial assets at amortised cost	110,755	10,800
Deferred tax assets	82,185	92,075
	11,033,074	10,689,713
Current Assets	1,417,716	1,486,220
Total Assets	12,450,790	12,175,933

Equity and Liabilities		
Owners' interest	6,093,133	5,699,495
Non-controlling interests	45,330	64,734
Total equity	6,138,463	5,764,229
Non-Current Liabilities		
Borrowings	3,380,648	3,915,301
Deferred tax liabilities	60,062	61,295
Retirement benefit obligations	182,702	186,396
	3,623,412	4,162,992
Current Liabilities	2,688,915	2,248,712
Total Liabilities	6,312,327	6,411,704
Total Equity and Liabilities	12,450,790	12,175,933

Net Asset Value per share (MUR)

STATEMENT OF CASH FLOW

THE GROUP - (MUR'000)

Net cash generated from operating activities	318,230	444,067
Net cash used in investing activities	(164,957)	(410,863)
Net cash (used in)/generated from financing activities	(182,410)	3,425
Net (decrease)/increase in cash and cash equivalents	(29,137)	36,629
Cash and cash equivalents at beginning of the year	(404,853)	(441,482)
Cash and cash equivalents at end of the year	(433,990)	(404,853)

STATEMENT OF CHANGES IN EQUITY

Attributable to owners of the parent						
THE GROUP - (MUR'000)	Stated capital	Revaluation and other reserves	Retained earnings	Owners' interest	Non-controlling interests	Total
Balance at January 1, 2018	2,153,395	3,017,162	528,938	5,699,495	64,734	5,764,229
Profit for the year	-	-	199,314	199,314	14,189	213,503
Other comprehensive income for the year	-	249,151	-	249,151	827	249,978
Dividends	-	-	(54,827)	(54,827)	(34,420)	(89,247)
Balance at December 31, 2018	2,153,395	3,266,313	673,425	6,093,133	45,330	6,138,463
Balance at January 1, 2017	2,153,395	1,758,558	525,535	4,437,488	35,405	4,472,893
Issue of shares to non-controlling interests	-	-	-	-	20,010	20,010
Profit for the year	-	-	54,781	54,781	19,561	74,342
Other comprehensive income for the year	-	1,236,940	-	1,236,940	(3,016)	1,233,924
Transfer	-	21,664	(23,965)	(2,301)	-	(2,301)
Dividends	-	-	(27,413)	(27,413)	(7,226)	(34,639)
Balance at December 31, 2017	2,153,395	3,017,162	528,938	5,699,495	64,734	5,764,229
GEOGRAPHICAL INFORMATION						
Revenue from external customers			Non-current assets			
THE GROUP (MUR'000)	Dec 2018	Dec 2017	Dec 2018	Dec 2017		
Mauritius	2,155,717	2,077,712	7,455,577	6,932,979		
Maldives	1,591,762	1,688,477	3,577,497	3,756,734		
Total	3,747,479	3,766,189	11,033,074	10,689,713		

The statement of direct and indirect interests of officers 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, La Gaieté Services Ltd, 5th Floor, Labama House, 35 Sir William Newton Street, Port Louis. The financial statements is issued pursuant to DEM Listing Rule 18 and Securities Act 2005. The Board of Constance Hotels Services Limited accepts full responsibility for the accuracy of this financial statement. Copies of this abridged audited financial statements are available to the public free of charge at 5th floor, Labama House, 35 Sir William Newton Street, Port Louis, Mauritius.

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