

CONSTANCE HOTELS SERVICES LIMITED AND ITS SUBSIDIARIES

| | 3 months to | | 12 months to |
|--|---------------------|---------------------|-------------------|
| | Mar-22 Unaudited | Mar-21 Unaudited | Dec-21 Audited |
| THE GROUP - (MUR'000) | | | |
| Revenue | 1,444,891 | 405,842 | 2,439,188 |
| Earnings/(loss) before interest, taxation, depreciation and amortisation | 592,286 | (2,613) | 534,085 |
| Allowance charged on expected credit losses on trade receivables | (3,770) | (1,227) | (9,644) |
| Depreciation and amortisation | (158,572) | (152,689) | (614,521) |
| Operating profit/(loss) | 429,944 | (156,529) | (90,080) |
| Finance income | 3,894 | 3,819 | 10,156 |
| Finance costs | (153,361) | (125,759) | (597,057) |
| Share of results of associates | 60,872 | (85,783) | (61,704) |
| Profit/(loss) before taxation | 341,349 | (364,252) | (738,685) |
| Income tax (expense)/credit | (14,571) | (2,534) | 25,187 |
| Profit/(loss) for the period | 326,778 | (366,786) | (713,498) |
| <i>Attributable to:</i> | | | |
| Owners of the parent | 321,093 | (358,301) | (708,353) |
| Non-controlling interests | 5,685 | (8,485) | (5,145) |
| | 326,778 | (366,786) | (713,498) |
| Earnings/(loss) per share (MUR) | 2.93 | (3.27) | (6.46) |

COMMENTS
1 Consolidation and Accounting Standards

The abridged financial statements for the quarter ended 31 March 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.

2 General Comments

Positive trading conditions from our key markets during the first quarter 2022 saw an increase in tourists arrivals in the destinations in which we operate. Whilst Maldives has nearly reached its pre-Covid-19 levels, Seychelles has experienced an increase in arrivals. Mauritius, after opening its borders since October 2021, shows positive and encouraging trends towards tourism recovery.

Resorts under Constance Hotels management achieved a satisfying performance during this quarter reaching almost pre-pandemic levels, i.e FY 2019 despite the exponential growth in the Omicron variants.

Combined Occupancy for all hotels, owned and managed, was 71.1 % (2019: 73.4%) with increased RevPAR of MUR 14,510 (2019: MUR 12,464) and TrevPAR of MUR 23,824 (2019: MUR 19,823).

3 Results

Group revenue was MUR 1,445 million (March 2021: MUR 406 million) generating an EBITDA of MUR 592 million against loss of MUR 3 million for the same period last year. Finance costs for the period were slightly higher at MUR 153 million compared to MUR 125 million for the first quarter 2021.

Share of profit from associates amounted to MUR 61 million (2021: loss MUR 86 million) was generated mainly from our operations in the Seychelles.

After accounting for taxation of MUR 15 million (2021: MUR 3 million), the Group profit for the period was MUR 327 million.

4 Outlook

We remain cautious about the robustness of the recovery to pre-pandemic levels as economic conditions continue to be adjusted. Moreover, the geopolitical context brings more global uncertainty combined with inflationary pressures which are negatively affecting the costs of travel and imported goods.

Our hotels in Mauritius, Seychelles and Maldives still show positive forward booking trends while Madagascar, following its recent border re-opening with sanitary restrictions, will welcome travellers again.

Based on current trends, we believe that the 2022 results will show a positive overall performance provided there is no unforeseen circumstances.

By order of the Board

**ECS Secretaries Ltd
Secretary**

13 May 2022

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.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | 3 months to | | 12 months to |
|---|---------------------|---------------------|-------------------|
| | Mar-22 Unaudited | Mar-21 Unaudited | Dec-21 Audited |
| THE GROUP - (MUR'000) | | | |
| Profit/(loss) for the period | 326,778 | (366,786) | (713,498) |
| Other comprehensive income for the period | 36,759 | (10,704) | 75,038 |
| Total comprehensive income for the period | 363,537 | (377,490) | (638,460) |
| <i>Attributable to:</i> | | | |
| Owners of the parent | 357,407 | (370,026) | (635,314) |
| Non-controlling interests | 6,130 | (7,464) | (3,146) |
| | 363,537 | (377,490) | (638,460) |

STATEMENT OF FINANCIAL POSITION

| | Mar-22 | Mar-22 | Dec-21 |
|-------------------------------------|------------|------------|------------|
| | Unaudited | Unaudited | Audited |
| THE GROUP - (MUR'000) | | | |
| Assets | | | |
| Non-Current Assets | | | |
| Property, plant and equipment | 8,222,988 | 8,249,582 | 8,245,812 |
| Rights-of-use assets | 4,314,124 | 4,285,970 | 4,312,286 |
| Intangible assets | 7,239 | 12,840 | 8,728 |
| Investments in associates | 2,110,224 | 1,953,619 | 2,029,957 |
| Deferred tax assets | 113,002 | 75,096 | 113,008 |
| | 14,767,577 | 14,577,107 | 14,709,791 |
| Current Assets | 1,579,709 | 909,875 | 1,368,046 |
| Total Assets | 16,347,286 | 15,486,982 | 16,077,837 |
| Equity and Liabilities | | | |
| Owners' interest | 4,487,658 | 4,449,592 | 4,135,867 |
| Convertible bonds | 646,980 | - | 646,980 |
| Non-controlling interests | (13,742) | (19,429) | (19,767) |
| Total equity | 5,120,896 | 4,430,163 | 4,763,080 |
| Non-Current Liabilities | | | |
| Borrowings | 5,489,377 | 4,634,216 | 4,902,870 |
| Lease liabilities | 4,079,471 | 3,931,983 | 4,029,268 |
| Deferred tax liabilities | 23,789 | 39,199 | 23,791 |
| Employee benefit liabilities | 390,826 | 316,435 | 390,826 |
| | 9,983,463 | 8,921,833 | 9,346,755 |
| Current Liabilities | 1,242,927 | 2,134,986 | 1,968,002 |
| Total Liabilities | 11,226,390 | 11,056,819 | 11,314,757 |
| Total Equity and Liabilities | 16,347,286 | 15,486,982 | 16,077,837 |
| Net Asset Value per share (MUR) | 40.93 | 40.58 | 37.72 |

STATEMENT OF CASH FLOW

| | 3 months to | | 12 months to |
|--|---------------------|---------------------|-------------------|
| | Mar-22 Unaudited | Mar-21 Unaudited | Dec-21 Audited |
| THE GROUP - (MUR'000) | | | |
| Net cash generated from operating activities | 459,974 | 2,946 | 5,523 |
| Net cash used in investing activities | (87,663) | (6,907) | (18,140) |
| Net cash generated from/(used in) financing activities | 122,331 | (172,339) | 340,344 |
| Decrease in cash and cash equivalents | 494,642 | (176,300) | 327,727 |
| Foreign exchange difference | 4,806 | (2,275) | (5,334) |
| Cash and cash equivalents at beginning of the period | (241,803) | (564,196) | (564,196) |
| Cash and cash equivalents at end of the period | 257,645 | (742,771) | (241,803) |

STATEMENT OF CHANGES IN EQUITY

| | Attributable to owners of the parent | | | | | | Total |
|---|--------------------------------------|----------------|-------------------|------------------|-------------------|---------------------------|-----------|
| | Stated capital | Other reserves | Retained earnings | Owners' interest | Convertible bonds | Non-controlling interests | |
| THE GROUP - (MUR'000) | | | | | | | |
| Balance at January 1, 2022 | 2,153,395 | 3,678,266 | (1,695,794) | 4,135,867 | 646,980 | (19,767) | 4,763,080 |
| Total comprehensive income for the period | - | 36,314 | 321,093 | 357,407 | - | 6,130 | 363,537 |
| Interest on convertible bonds | - | - | (5,616) | (5,616) | - | (105) | (5,721) |
| Balance at March 31, 2022 | 2,153,395 | 3,714,580 | (1,380,317) | 4,487,658 | 646,980 | (13,742) | 5,120,896 |
| Balance at January 1, 2021 | 2,153,395 | 3,605,227 | (939,004) | 4,819,618 | - | (11,965) | 4,807,653 |
| Total comprehensive income for the period | - | (11,724) | (358,302) | (370,026) | - | (7,464) | (377,490) |
| Balance at March 31, 2021 | 2,153,395 | 3,593,503 | (1,297,306) | 4,449,592 | - | (19,429) | 4,430,163 |
| Balance at January 1, 2021 | 2,153,395 | 3,605,227 | (939,004) | 4,819,618 | - | (11,965) | 4,807,653 |
| Total comprehensive income for the period | - | 73,039 | (708,353) | (635,314) | - | (3,146) | (638,460) |
| Issue of convertible bonds | - | - | - | - | 646,980 | - | 646,980 |
| Changes in percentage holding of subsidiary | - | - | (38,813) | (38,813) | - | 38,813 | - |
| Interest on convertible bonds | - | - | (9,624) | (9,624) | - | (183) | (9,807) |
| Dividends | - | - | - | - | - | (43,286) | (43,286) |
| Balance at December 31, 2021 | 2,153,395 | 3,678,266 | (1,695,794) | 4,135,867 | 646,980 | (19,767) | 4,763,080 |

GEOGRAPHICAL INFORMATION

| | 3 months to Mar-22 | | | 3 months to Mar-21 | | |
|------------------------------|--------------------|----------|-----------|--------------------|----------|-----------|
| | Mauritius | Maldives | Total | Mauritius | Maldives | Total |
| THE GROUP - (MUR'000) | | | | | | |
| Revenue | 738,701 | 706,190 | 1,444,891 | 68,918 | 336,924 | 405,842 |
| Operating profit/(loss) | 244,650 | 185,294 | 429,944 | (143,967) | (12,562) | (156,529) |