

HOTELEST LIMITED AND ITS SUBSIDIARIES

Abridged audited financial statement for the year ended 31 December 2015

	STATEMENT OF PROFIT OR LOSS		COMMENTS	
	THE GROUP			
(Rs'000)	Dec 2015 Audited	Restated* Dec 2014 Audited		
Revenue	3,745,721	3,525,087	1. Principal activity 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	1,065,886	1,040,829	2. Consolidation and Accounting Standards The abridged financial statement for the year ended 31 December 2015 is audited by BDO & Co. The financial statement complies with the Companies Act 2001 and has been prepared in accordance with International Financial Reporting Standards effective for the year under review.	
Depreciation and amortisation	(441,789)	(416,396)		
Operating profit	624,097	624,433		
Finance costs	(282,436)	(360,553)		
Share of results of associated companies	(34,879)	(13,176)		
Profit before taxation	306,782	250,704		
Taxation	(78,976)	(121,176)		
Profit for the year	227,806	129,528	3. General Comments The tourist arrivals increased in all its main hotel destinations of Mauritius, Maldives and Seychelles. Mauritius saw an appreciable growth of 10.9% in its tourist arrivals in 2015 reaching 1,151,723 compared to 1,039,968 in 2014 benefiting mainly from market diversification, favourable currency dynamics, the opening up of air access and an enriched value proposition. Seychelles had the highest growth rate in its tourist arrivals with 18.7 % more tourists who visited the island in 2015 compared to 2014 whilst Maldives had a moderate growth of 2.4 % with both internal and external factors slowing the growth rates experienced by the destination in recent years.	
Attributable to:				
Owners of the parent	104,085	55,062		
Non-controlling interest	123,721	74,466		
	227,806	129,528		
Earnings per share Rs.	1.86	1.54		

	STATEMENT OF COMPREHENSIVE INCOME		
	THE GROUP		
(Rs'000)	Dec 2015 Audited	Restated* Dec 2014 Audited	
Profit for the year	227,806	129,528	
Other comprehensive income for the year	377,429	(3,817)	
Total comprehensive income for the year	605,235	125,711	
Attributable to:			
Owners of the parent	295,070	52,722	
Non-controlling interest	310,165	72,989	
	605,235	125,711	

	STATEMENT OF FINANCIAL POSITION			
	THE GROUP			
(Rs'000)	Dec 2015 Audited	Restated* Dec 2014 Audited	Restated* Dec 2013 Audited	
Assets				
Non-Current Assets				
Property, plant and equipment	6,998,107	6,705,756	6,791,708	
Intangible assets	1,292,295	1,131,577	1,118,954	
Investments in associated companies	701,454	725,326	691,808	
Investments in available-for-sale financial assets	545	545	2,045	
Deferred tax assets	67,348	43,357	31,585	
	9,059,749	8,606,561	8,636,100	
Current Assets	1,258,134	964,745	888,423	
Total Assets	10,317,883	9,571,306	9,524,523	
Equity and Liabilities				
Owners' interest	2,334,287	2,065,492	1,388,166	
Non-controlling interest	2,273,815	2,014,427	1,356,028	
Total equity	4,608,102	4,079,919	2,744,194	
Non-Current Liabilities				
Borrowings	3,555,978	3,791,516	3,665,802	
Deferred tax liabilities	59,732	50,382	55,458	
Retirement benefit obligations	98,938	102,428	75,906	
	3,714,648	3,944,326	3,797,166	
Current Liabilities	1,995,133	1,547,061	2,983,163	
Total Liabilities	5,709,781	5,491,387	6,780,329	
Total Equity and Liabilities	10,317,883	9,571,306	9,524,523	
Net Asset Value per share	41.74	36.93	42.55	

	STATEMENT OF CASH FLOW	
	THE GROUP	
(Rs'000)	Dec 2015 Audited	Dec 2014 Audited
Net cash from operating activities	483,361	598,608
Net cash used in investing activities	(261,813)	(114,900)
Net cash (used in)/from financing activities	(302,300)	874,149
(Decrease)/increase in cash and cash equivalents	(80,752)	1,357,857
Cash and cash equivalents at beginning of the year	(224,093)	(1,581,950)
Cash and cash equivalents at end of the year	(304,845)	(224,093)

	STATEMENT OF CHANGES IN EQUITY					
	Attributable to owners of the parent					
(Rs'000)	Stated capital	Other reserves	Retained earnings	Owners' interest	Non-controlling interest	Total
At January 1, 2015						
As previously reported	1,102,001	627,392	287,241	2,016,634	1,967,486	3,984,120
Prior year adjustment*	-	89,727	(40,869)	48,858	46,941	95,799
As restated	1,102,001	717,119	246,372	2,065,492	2,014,427	4,079,919
Profit for the year	-	-	104,085	104,085	123,721	227,806
Other comprehensive income for the year	-	190,985	-	190,985	186,444	377,429
Transfer	-	(3,216)	3,784	568	545	1,113
Dividend	-	-	(26,843)	(26,843)	(51,322)	(78,165)
Balance at December 31, 2015	1,102,001	904,888	327,398	2,334,287	2,273,815	4,608,102
At January 1, 2014						
As previously reported	477,397	744,155	228,423	1,449,975	1,415,412	2,865,387
Prior year adjustment*	-	(20,294)	(41,515)	(61,809)	(59,384)	(121,193)
As restated	477,397	723,861	186,908	1,388,166	1,356,028	2,744,194
Profit for the year - restated*	-	-	55,062	55,062	74,466	129,528
Other comprehensive income for the year - restated*	-	(2,340)	-	(2,340)	(1,477)	(3,817)
Transfer to retained earnings	-	(4,402)	4,402	-	-	-
Net proceeds from Rights Issue	624,604	-	-	624,604	604,464	1,229,068
Dividend to non-controlling interest	-	-	-	-	(19,054)	(19,054)
Balance at December 31, 2014	1,102,001	717,119	246,372	2,065,492	2,014,427	4,079,919

	GEOGRAPHICAL INFORMATION			
	Revenue from external customers		Non-current assets	
(Rs'000)	Dec 2015	Dec 2014	Dec 2015	Restated* Dec 2014
Mauritius	1,715,111	1,582,943	4,619,189	4,540,494
Maldives	2,030,610	1,942,144	4,440,560	4,066,067
Total	3,745,721	3,525,087	9,059,749	8,606,561

* Group figures for the financial year 2013 and 2014, have been restated to reflect the net deferred tax liability not recognised previously by an associate and the effect of exchange difference on intangible assets and property, plant and equipment of some foreign entities within the Group.

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