

GROUP ABRIDGED STATEMENT OF COMPREHENSIVE INCOME

	Quarter to 31st March		Nine months to 31st March		Year ended 30th June 2015
	2016 Rs 000 (Un-audited)	2015 Rs 000 (Un-audited)	2016 Rs 000 (Un-audited)	2015 Rs 000 (Un-audited)	2015 Rs 000 (Audited)
Continuing Operations					
Revenue	1,496,191	1,451,757	4,080,994	3,546,344	4,655,096
Earnings before Interest, Tax, Depreciation and Amortisation	442,307	414,961	1,041,400	866,486	1,052,389
Depreciation and amortisation	(104,577)	(100,062)	(313,312)	(263,168)	(372,813)
Operating profit	337,730	314,899	728,088	603,318	679,576
Net finance costs	(50,748)	(51,634)	(159,443)	(184,191)	(234,940)
Share of results of associate	-	-	-	5,326	5,326
Profit before income tax	286,982	263,265	568,645	424,453	449,962
Taxation	(26,738)	(25,221)	(58,564)	(46,201)	(63,629)
Profit after taxation from continuing operations	260,244	238,044	510,081	378,252	386,333
Result after tax from discontinued operation	-	(22,129)	-	(11,195)	(11,233)
Profit for the period	260,244	215,915	510,081	367,057	375,100
Non-controlling interest	(306)	-	(539)	(7,064)	(7,064)
Profit attributable to the group	259,938	215,915	509,542	359,993	368,036
Other comprehensive income					
Movement for the period	(340)	142,294	906	306,718	164,821
Total recognised gain	259,598	358,209	510,448	666,711	532,857
Basic - Earnings per share					
- Continuing and discontinuing operations	1.90	1.58	3.72	2.97	2.94
- Continuing operations	1.90	1.74	3.72	3.06	3.03
Average number of shares	136,909,403	136,499,534	136,827,491	121,331,611	125,123,593
SEGMENTAL INFORMATION					
Segment revenue:					
Mauritius	926,366	788,468	2,627,580	1,857,371	2,578,507
Maldives	431,674	520,689	1,008,004	1,262,257	1,509,034
Reunion	138,151	142,600	445,410	426,716	567,555
Total revenue	1,496,191	1,451,757	4,080,994	3,546,344	4,655,096
Segment results:					
Mauritius	237,459	168,777	615,413	333,803	419,086
Maldives	108,119	154,074	110,085	272,790	273,859
Reunion	(7,848)	(7,952)	2,590	(3,275)	(13,369)
Results before net finance costs	337,730	314,899	728,088	603,318	679,576

GROUP ABRIDGED STATEMENT OF FINANCIAL POSITION

	31st March 2016 Rs 000 (Un-audited)	31st March 2015 Rs 000 (Un-audited)	30th June 2015 Rs 000 (Audited)
ASSETS			
Non current assets			
Property, plant & equipment	9,343,984	9,119,978	9,119,335
Intangible assets	1,461,981	1,468,992	1,475,084
Other financial assets	5	5	5
Deferred tax assets	36,021	48,798	44,732
	10,841,991	10,637,773	10,639,156
Current assets	1,271,426	1,556,091	973,853
TOTAL ASSETS	12,113,417	12,193,864	11,613,009
EQUITY AND LIABILITIES			
Shareholders' interest	6,297,908	6,032,598	5,763,386
Non-controlling interest	2,306	-	1,767
Non-current liabilities	3,509,995	3,850,822	3,803,187
Current liabilities	2,303,208	2,310,232	2,044,669
TOTAL EQUITY AND LIABILITIES	12,113,417	12,193,652	11,613,009
Net Assets per Share	Rs. 46.00	Rs. 44.10	Rs. 42.13
Net Assets per Share including value of leasehold land	Rs. 60.80	Rs. 58.92	Rs. 57.07

GROUP ABRIDGED STATEMENT OF CASH FLOWS

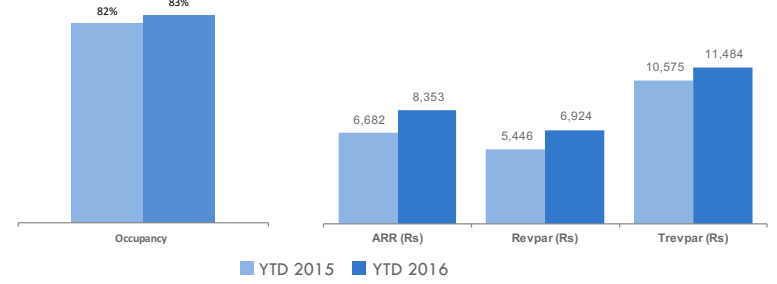
	31st March 2016 Rs 000	31st March 2015 Rs 000	30th June 2015 Rs 000
Net cash flows from operating activities	672,012	575,301	813,106
Net cash flows from investing activities	(516,947)	(317,678)	(345,442)
Net cash flows from financing activities	(59,098)	(446,136)	(632,390)
Net increase/(decrease) in cash & cash equivalents	95,967	(188,513)	(164,726)
Cash and bank balance			
At beginning of period	(262,503)	(97,777)	(97,777)
At end of period	(166,536)	(286,290)	(262,503)

ABRIDGED STATEMENT OF CHANGES IN EQUITY

	31st March 2016 Rs 000	31st March 2015 Rs 000	30th June 2015 Rs 000
At beginning of period	5,763,386	4,313,262	4,313,262
Other adjustments	18,081	(93,330)	(90,099)
Total recognised gain	510,448	666,711	1,144,153
Issue of shares	5,993	1,145,955	532,857
Dividend	-	-	(136,787)
At end of period	6,297,908	6,032,598	5,763,386

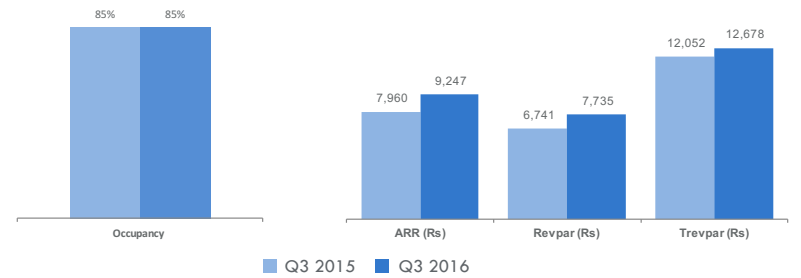
NINE MONTHS TO 31ST MARCH 2016

GROUP - REVENUE PERFORMANCE

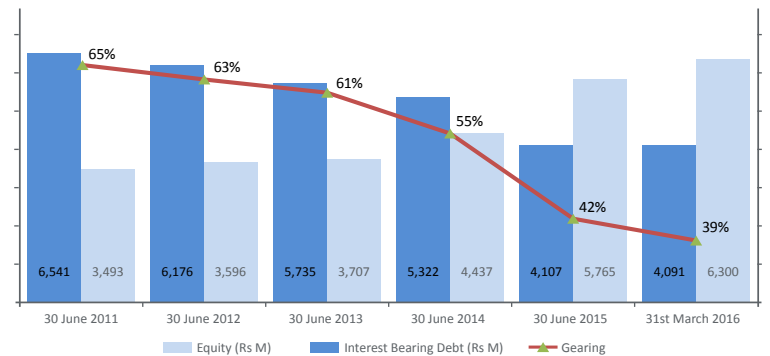


QUARTER TO 31ST MARCH 2016

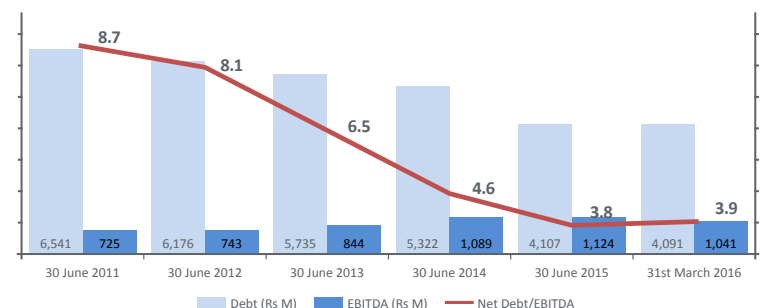
GROUP - REVENUE PERFORMANCE



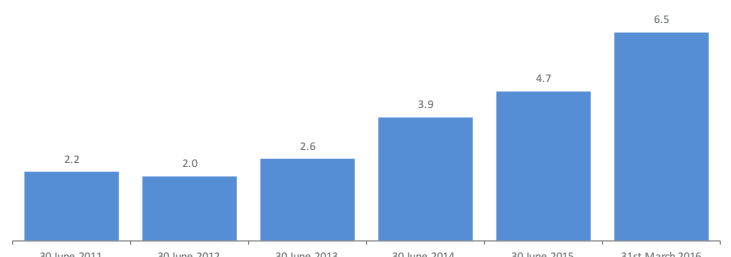
EVOLUTION OF EQUITY, DEBT AND GEARING



EVOLUTION OF EBITDA AND NET DEBT/EBITDA RATIO



INTEREST COVER



Notes to the Financial Highlights

- The Financial Highlights have been prepared in accordance with International Financial Reporting Standards (IFRSs).
- The Financial Highlights have been prepared on the same basis as the accounting policies set out in the audited statutory Financial Statements of the Group for the period ended June 30, 2015, except for the adoption of relevant amendments to published Standards, Standards and Interpretations issued and effective for accounting period starting on or after July 1, 2015.
- The Financial Highlights are issued pursuant to Listing Rule 12.14 and published according to the Securities Act 2005.
- Copies of the Financial Highlights and the statement of direct and indirect interests of officers of the Company required under Rule 8 (2) (m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 are available free of charge, upon request, from the Company Secretary, at the Company's registered office, Lux Island Resorts Ltd, Pierre Simonet Street, Floréal.
- The Board of Directors of Lux Island Resorts Ltd accepts full responsibility for the accuracy of the information contained in the Financial Highlights.

Tourist arrivals to Mauritius for the quarter ended 31st March 2016 amounted to 327,836, up by 13% on the corresponding quarter last year. Arrivals from Europe increased on last year by 17% and our main markets, namely France, UK and Germany increased by 5%, 7% and 31% respectively. The Chinese market was down on last year for the quarter under review by 3% to 21,741 visitors compared to 22,498 last year. In the Maldives, the number of visitors for the quarter under review reached 344,166, up by 4% on the last year.

For the nine months ended 31st March 2016, tourist arrivals to Mauritius amounted to 945,377 an increase of 13% on last year whilst in Maldives the number of tourists grew by 4% to reach 969,337.

Group Results

The hotels in Mauritius posted very good results during the quarter under review with both turnover and Operating Profit increasing by 17% and 41% respectively. However, the Group results were affected by the performance of LUX* South Ari Atoll in the Maldives which did not perform as expected due to the fact that the construction period extended late into the prior quarter and we missed the critical booking window.

The Group occupancy for the quarter was at par with last year at 85% whilst ADR (Average Daily Rate) improved by 16% on last year. The Group's RevPAR (Room Revenue per Available Room) increased by 15% compared to last year. Total revenue for the quarter under review reached Rs 1.5bn, up by 3% on the corresponding quarter last year whilst EBITDA (Earnings before Interest Tax Depreciation and Amortisation) went up by 7% to reach Rs 442m. The profit attributable to the Group for the quarter amounted to Rs 260m, an improvement of 20% on last year.

The statutory results of Lux Island Resorts Ltd (LIR) for the nine months ended 31st March 2016 are not comparable with those of last year due to the consolidation of Oceanide Limited, the Company which owns and operates Tamassa hotel, as a subsidiary as from 1st January 2015. Therefore last year's results consolidates 100% of the turnover and expenses of Tamassa for three months only.

The Group occupancy for the nine months ended 31st March 2016 was up by 1% point to 83% whilst ADR improved by 25% on the same period last year. The increase in occupancy coupled with the increase in ADR, resulted in an increase of 27% in the Group's RevPAR for the period compared to last year.

The turnover of the Group for the nine months to 31st March 2016 reached Rs 4.1 bn, a growth of 15% on last year (on a like for like basis 10%) whilst EBITDA improved by 20% (on a like for like basis 14%) from Rs 866m to Rs 1.04bn. Earnings per share (EPS) for the nine months ended 31st March 2016 reached Rs 3.72, an increase of 25% on last year calculated on the average number of shares in issue during the respective periods. Earnings per share (EPS) from continued operations for the nine months ended 31st March 2016 increased by 22%.

The table below summarizes the performance of our hotels by destination compared to corresponding period last year

Quarter ended 31 st March 2016					Nine month ended 31 st March 2016			
Mauritius	Reunion	Maldives	The Group		Mauritius	Reunion	Maldives	The Group
+1%	-	-12%	-	Occupancy (points)	+4%	+4%	-9%	+1%
+24%	+7%	+15%	+16%	ADR	+17%	-	+11%	+25%
+25%	+7%	-1%	+15%	Rev PAR	+24%	+7%	-2%	+27%

The gearing of the Group at 31st March 2016 stood at 39% which is well below the industry average. The Net Assets per share as at the same date was Rs 46 compared to Rs 42 at the beginning of the financial year, and would go up to Rs 61 if the market value of leasehold land of the Group is taken into consideration. During the nine months ended 31st March 2016, Group cash flow from operations amounted to Rs 672m, an increase of 17% over the corresponding period last year. Interest cover (EBITDA / finance charges) for the period, which was already at a healthy 4.7 cover ratio in 2015, has improved to 6.5.

Management Contracts

In line with our asset light strategy, we continue to pursue management contract opportunities. We are in discussions with a number of hotel developers and shareholders will be informed once the definitive agreements are signed.

Outlook

The Global Economic Environment remains uncertain. We are however pleased to note the increase in arrivals to Mauritius from Europe particularly from Germany, where we benefited from the introduction of new air services namely Lufthansa and Austrian Airlines and to some extent Turkish Airlines.

The second phase of the renovation of LUX* South Ari Atoll is progressing as scheduled with the hotel closing during the months of June to August 2016. We are confident that we will successfully relaunch the fully renovated property in September 2016.

With the exception of LUX* South Ari Atoll in Maldives, we are pleased to report that both occupancy and ADR held on the books for the current quarter in respect of our Mauritius and Reunion properties are ahead of last year. Therefore, providing there is no significant deterioration in the environment and despite a reduced inventory at LUX* South Ari Atoll due to renovation works, we are confident that the results for the full financial year 2016 will improve on last year.

Dividend

The Board of Directors of Lux Island Resorts Ltd has declared today a dividend of Rs 1.15 per share in respect of the financial year ending 30th June 2016. The dividend will be paid on or about 23rd June to all shareholders of the Company registered at close of business on 23rd May 2016.

By order of the Board
LUX Hospitality Ltd
Company Secretary
4th May 2016.