

# MORNING LIGHT CO LTD

## ABRIDGED UNAUDITED FINANCIAL STATEMENTS

### FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2014

#### COMMENTS

#### STATEMENT OF FINANCIAL POSITION

	30 September 2014 Rs Unaudited	31 December 2013 Rs Audited
<b>ASSETS</b>		
Non-current assets	1,599,142,935	1,330,572,114
Current assets	81,208,632	111,270,094
<b>Total assets</b>	Rs <u>1,680,351,567</u>	<u>1,441,842,208</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Stated capital	459,615,800	459,615,800
Revaluation reserve	545,656,099	551,159,563
Retained earnings	12,472,797	69,386,348
<b>Total equity</b>	1,017,744,696	1,080,161,711
Non-current liabilities	420,031,530	188,567,971
Current liabilities	242,575,341	173,112,526
<b>Total equity and liabilities</b>	Rs <u>1,680,351,567</u>	<u>1,441,842,208</u>

#### Principal activity

The company owns a resort hotel of international standard named as the "Hilton Mauritius Resort & Spa". The hotel is managed and operated by Hilton International, the worldwide hotel group.

#### Results

Revenue for the nine months ended 30 September 2014 amounted to Rs189.2M, which represents a decrease of 36% when compared to the prior corresponding period (Rs295.7M).

The loss before taxation increased from Rs3.5M for the nine months ended 30 September 2013 to a loss of Rs53.2M for the nine months ended 30 September 2014.

#### Business Review

The hotel closed for renovation works on 1 June 2014. The hotel has already re-opened for business. During the period of closure of the hotel, management has taken a number of cost saving measures in order to reduce the operating costs of the hotel.

For the period under review, the subdued economic recovery in some of our European markets has adversely impacted the average expenditure that hotel guests spend during their stay and hence the financial performance of the company. Both the revenue and profit after tax decreased due to the closure of the hotel from 1 June 2014 and a lower than expected revenue for food and beverage.

#### Future outlook

The conditions for the hotel industry in Mauritius are expected to remain challenging in the future.

As a result of the closure of the hotel due to renovation works, the company is expected to make a loss for the current financial year.

The completed renovation programme is expected to attract a higher number of high-spending guests from traditional and emerging markets such as China. The Board and management are working together to ensure that the company grows its profits in a sustainable manner.

#### Loss per share

The calculation of loss per share is based on the loss attributable to shareholders of Rs 53,224,699 (Sep 2013: Rs 3,510,610) and the number of the shares in issue of 45,961,580 (Sep 2013: 45,961,580).

#### Dividend

A final dividend of Rs 0.20 per share (2013: Rs 0.50 per share) was declared on 25 March 2014 and paid in April 2014 in respect of the financial year ended 31 December 2013.

#### Others

The abridged financial statements for the quarter and nine months ended 30 September 2014 are unaudited and have been prepared using the same accounting policies as in the audited financial statements for the 18 month period ended 31 December 2013.

Copies of the above abridged unaudited financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the company, Royal Road Chapman Hill, Beau-Bassin.

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 made to the Company Secretary.

By Order of the Board

Gamma Corporate Services Ltd  
Company Secretary

5 November 2014

*These abridged unaudited financial statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.*

*The Board of Directors of Morning Light Co Ltd accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.*

#### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30 September 2014 Rs Unaudited	Quarter ended 30 September 2013 Rs Unaudited	9 months ended 30 September 2014 Rs Unaudited	9 months ended 30 September 2013 Rs Unaudited
Revenue	-	78,065,775	189,246,668	295,662,071
Operating loss	(49,951,435)	(13,867,747)	(51,164,603)	(1,456,779)
Finance costs	(3,467,115)	(1,190,897)	(5,787,096)	(3,117,983)
Loss before taxation	(53,418,550)	(15,058,644)	(56,951,699)	(4,574,762)
Taxation	3,984,564	2,545,500	3,727,000	1,064,152
Loss for the period	(49,433,986)	(12,513,144)	(53,224,699)	(3,510,610)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	Rs (49,433,986)	(12,513,144)	(53,224,699)	(3,510,610)
Loss per share	Rs (1.08)	(0.27)	(1.16)	(0.08)

#### STATEMENT OF CHANGES IN EQUITY

	Stated capital Rs	Revaluation reserve Rs	Retained earnings Rs	Total Rs
Balance at 1 January 2013	459,615,800	226,200,662	67,779,497	753,595,959
Dividend	-	-	(22,980,790)	(22,980,790)
Revaluation surplus realised on depreciation	-	(2,714,400)	2,714,400	-
Total comprehensive loss for the period	-	-	(3,510,610)	(3,510,610)
Balance at 30 September 2013	Rs <u>459,615,800</u>	<u>223,486,262</u>	<u>44,002,497</u>	<u>727,104,559</u>
Balance at 1 January 2014	459,615,800	551,159,563	69,386,348	1,080,161,711
Dividend	-	-	(9,192,316)	(9,192,316)
Revaluation surplus realised on depreciation	-	(5,503,464)	5,503,464	-
Total comprehensive loss for the period	-	-	(53,224,699)	(53,224,699)
Balance at 30 September 2014	Rs <u>459,615,800</u>	<u>545,656,099</u>	<u>12,472,797</u>	<u>1,017,744,696</u>

#### STATEMENT OF CASH FLOWS

	Nine months ended 30 September 2014 Rs Unaudited	Nine months ended 30 September 2013 Rs Unaudited
Net cash (used in)/generated from operating activities	(52,779,342)	39,042,408
Net cash used in investing activities	(182,350,935)	(38,614,131)
Net cash generated from/(used in) financing activities	224,463,169	(2,904,343)
Net decrease in cash and cash equivalents	(10,667,108)	(2,476,066)
Cash and cash equivalents at beginning of period	(50,749,824)	(43,618,017)
Cash and cash equivalents at end of period	Rs <u>(61,416,932)</u>	<u>(46,094,083)</u>

BRN: C07013540