

MORNING LIGHT CO LTD

ABRIDGED UNAUDITED FINANCIAL STATEMENTS

FOR THE QUARTER AND HALF YEAR ENDED 30 JUNE 2014

STATEMENT OF FINANCIAL POSITION

	30 June 2014	31 December 2013
	Rs	Rs
	Unaudited	Audited
ASSETS		
Non-current assets	1,387,428,003	1,330,572,114
Current assets	74,110,530	111,270,094
Total assets	Rs 1,461,538,533	1,441,842,208
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	459,615,800	459,615,800
Revaluation reserve	547,490,587	551,159,563
Retained earnings	60,072,295	69,386,348
Total equity	1,067,178,682	1,080,161,711
Non-current liabilities	298,307,493	188,567,971
Current liabilities	96,052,358	173,112,526
Total equity and liabilities	Rs 1,461,538,533	1,441,842,208

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30 June 2014	Quarter ended 30 June 2013	Half Year ended 30 June 2014	Half Year ended 30 June 2013
	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited
Revenue	Rs 60,129,666	86,496,453	189,246,668	217,596,296
Operating (loss)/profit	(19,502,730)	(6,409,323)	(1,213,168)	12,410,968
Finance costs	(1,077,856)	(930,306)	(2,319,981)	(1,927,086)
(Loss)/profit before taxation	(20,580,586)	(7,339,629)	(3,533,149)	10,483,882
Taxation	1,888,539	1,204,163	(257,564)	(1,481,348)
(Loss)/profit for the period	(18,692,047)	(6,135,466)	(3,790,713)	9,002,534
Other comprehensive income	-	-	-	-
Total comprehensive (loss)/income for the period	Rs (18,692,047)	(6,135,466)	(3,790,713)	9,002,534
(Loss)/earnings per share	Rs (0.41)	(0.13)	(0.08)	0.20

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
Revaluation surplus realised on depreciation	-	(1,809,600)	1,809,600	-
Total comprehensive income for the period	-	-	9,002,534	9,002,534
Balance at 30 June 2013	Rs 459,615,800	224,391,062	78,591,631	762,598,493
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	-	(3,668,976)	3,668,976	-
Total comprehensive loss for the period	-	-	(3,790,713)	(3,790,713)
Balance at 30 June 2014	Rs 459,615,800	547,490,587	60,072,295	1,067,178,682

STATEMENT OF CASH FLOWS

	Half Year ended 30 June 2014	Half Year ended 30 June 2013
	Rs	Rs
	Unaudited	Unaudited
Net cash generated from operating activities	19,054,859	49,100,442
Net cash used in investing activities	(73,111,265)	(29,177,637)
Net cash generated from/(used in) financing activities	99,389,201	(1,612,389)
Net increase in cash and cash equivalents	45,332,795	18,310,416
Cash and cash equivalents at beginning of period	(50,749,824)	(43,618,017)
Cash and cash equivalents at end of period	Rs (5,417,029)	(25,307,601)

COMMENTS

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 half year ended 30 June 2014 amounted to Rs189.2M, which represents a decrease of 13% when compared to the prior corresponding period (Rs217.6M).

The profit before taxation decreased from Rs10.5M for the half year ended 30 June 2013 to a loss of Rs3.5M for the half year ended 30 June 2014.

Business Review

The hotel closed for renovation works on 1 June 2014 and hotel is expected to re-open in October 2014. 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.

The renovation programme once completed 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)/earnings per share

The calculation of (loss)/earnings per share is based on the loss attributable to shareholders of Rs 3,790,713 (Jun 2013: profit Rs 9,002,534) and the number of the shares in issue of 45,961,580 (Jun 2013: 45,961,580).

Dividend

A final dividend of Rs0.20 per share (Jun 2013: Rs Nil 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 financial information set out above for the quarter and half year ended 30 June 2014 is unaudited and has been prepared in compliance with International Financial Reporting Standards.

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

6 August 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.

BRN: C07013540