

# SOUTHERN CROSS TOURIST COMPANY LIMITED AND ITS SUBSIDIARIES

## UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2014

### UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION

THE GROUP			
Period ended	Restated	Year Ended	
30 June 2014	30 June 2013	30 June 2013	31 December 2013
Rs'000	Rs'000	Rs'000	Rs'000
Unaudited	Unaudited	Audited	

<b>ASSETS</b>			
Non-current assets	875,832	361,627	803,906
Current assets	111,409	121,305	118,281
<b>Total assets</b>	<b>987,241</b>	<b>482,932</b>	<b>922,187</b>

<b>EQUITY AND LIABILITIES</b>			
Capital and reserves	375,069	394,960	398,852
Non-current liabilities	435,669	43,111	60,373
Current liabilities	176,503	44,861	462,962
<b>Total equity and liabilities</b>	<b>987,241</b>	<b>482,932</b>	<b>922,187</b>

### UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS

THE GROUP			
Period ended	Year Ended		
30 June 2014	30 June 2013	2013	2013
Rs'000	Rs'000	Rs'000	Rs'000
Unaudited	Unaudited	Audited	
Net cash generated from operating activities	7,598	45,172	57,866
Net cash used in investing activities	(331,412)	(8,551)	(210,977)
Net cash generated from/ (used in) financing activities	264,631	(40,543)	104,803
Net decrease in cash and cash equivalents	(59,183)	(3,922)	(48,308)
Cash and cash equivalents at the beginning of the period	(38,436)	9,872	9,872
Cash and cash equivalents at the end of the period	(97,619)	5,950	(38,436)

### UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

THE GROUP				
Period ended	Quarter ended	Quarter ended	Year Ended	
30 June 2014	30 June 2013	30 June 2014	30 June 2013	31 December 2013
Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Unaudited	Unaudited	Unaudited	Audited	

Revenue	174,757	178,076	77,157	72,234	349,444
Operating (loss)/profit	(17,615)	26,561	(26,466)	765	34,087
Net finance (costs)/income	(3,615)	2,699	(5,146)	3,592	6,085
Share of associate's profit	268	292	103	72	602
(Loss)/profit before exceptional item	(20,962)	29,552	(31,509)	4,429	40,774
Exceptional item	-	(1,600)	-	-	-
(Loss)/profit before taxation	(20,962)	27,952	(31,509)	4,429	40,774
Taxation	(2,821)	(4,233)	56	(735)	(6,754)
(Loss)/profit for the period	(23,783)	23,719	(31,453)	3,694	34,020
Other comprehensive income	-	-	-	-	(6,409)
Total comprehensive income for the period	(23,783)	23,719	(31,453)	3,694	27,611

(Loss)/profit attributable to:	(23,783)	23,719	(31,453)	3,694	34,020
Owners of the parent	-	-	-	-	-
Non-controlling interests	(23,783)	23,719	(31,453)	3,694	34,020
Total comprehensive income attributable to:	(23,783)	23,719	(31,453)	3,694	27,611
Owners of the parent	-	-	-	-	-
Non-controlling interests	(23,783)	23,719	(31,453)	3,694	27,611
(Loss)/earnings per share	Rs. (0.19)	0.19	(0.25)	0.03	0.27

### UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY

THE GROUP			
Period ended	Restated	Year Ended	
30 June 2014	30 June 2013	30 June 2013	31 December 2013
Rs'000	Rs'000	Rs'000	Rs'000
Unaudited	Unaudited	Audited	

Balance at the beginning of the period	398,852	367,072	367,072
- as previously stated			
- effect of adopting IAS 19 (Revised 2011)	-	4,169	4,169
- as restated	398,852	371,241	371,241
Total comprehensive income for the period	(23,783)	23,719	27,611
Balance at the end of the period	375,069	394,960	398,852

- The group has made a loss after tax of Rs 24m for the 6 months ended 30 June 2014 and this is attributable to the negative results of Rs 37m recorded on Solana Beach which was only in operation for approximately 2.5 months during that period.
- Outlook for the third quarter 2014 is challenging in terms of expected occupancy and results and looks promising during the last quarter.

By order of the Board  
Navitas Corporate Services Ltd  
Company Secretary

This 12<sup>th</sup> August 2014

The Board of Directors accepts full responsibility for the accuracy of the information contained in the above unaudited condensed financial statements. Copies of the unaudited condensed financial statements are available to the public, free of charge, at Union Corporate Limited, Riche en Eau, St-Hubert.

The Statement of interests of officers of the company required under rule 8(2) (m) of the Securities Disclosure Obligations of Reporting Issuers Rules 2007 is available upon request to the Company Secretary, free of charge, at C/O Navitas Corporate Services Ltd, St Clement Street, Guelphpe.

This statement is issued pursuant to DEM Rule 17 and Securities Act 2005.

#### Notes:

- The interim condensed financial statements for the six months ended 30 June 2014 are unaudited. The accounting policies and standards used in the preparation of these abridged interim financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2013, except for the adoption of relevant amendments to published effective standards and interpretations issued now effective. This interim report complies with IAS 34 "Interim Financial Reporting".
- The company owns and manages the Preskili Beach Resort situated at Pointe Jerome and Solana Beach at Belle Mare. It is to be noted that the turnover of the group for the six months ended June 2014 recorded a decrease of 2% due to a lower occupancy rate on Preskili Beach Resort compared to last year. This decrease in revenue was mitigated by the additional turnover of Rs 6.6m generated by Solana Beach which had its soft opening on 18 April 2014. This is indeed reflected in the increase of 7% in the turnover recorded during the second quarter 2014.