

CONSTANCE HOTELS SERVICES LIMITED AND ITS SUBSIDIARIES

THE GROUP - (MUR'000)	9 months to		3 months to		12 months to
	Sep-24 Unaudited	Sep-23 Unaudited	Sep-24 Unaudited	Sep-23 Unaudited	Dec-23 Audited
Revenue	4,383,566	4,087,094	1,264,494	1,118,030	5,727,053
Earnings before interest, taxation, depreciation and amortisation	1,159,101	1,122,313	154,567	162,657	1,570,906
Allowance (charged)/credited on expected credit losses on trade receivables	(13,941)	(3,998)	(938)	1,466	37,634
Depreciation and amortisation	(527,034)	(486,388)	(171,028)	(159,171)	(641,169)
Operating profit/(loss)	618,126	631,927	(17,399)	4,952	967,371
Finance income	2,357	13,294	859	(115)	13,312
Finance costs					
- on financial debt	(358,032)	(313,672)	(123,297)	(98,257)	(415,065)
- on lease liabilities	(228,949)	(240,032)	(66,070)	(78,358)	(318,438)
Share of results of associates	149,158	139,416	44,494	48,454	187,832
Long term loan receivable from associates written off	-	(12,075)	-	-	(12,698)
Other non recurring items	(4,060)	-	-	-	-
Profit/(loss) before taxation	178,600	218,858	(161,413)	(123,324)	422,314
Income tax expense	(73,618)	(55,091)	(8,056)	(9,684)	(101,311)
Profit/(loss) for the period/year	104,982	163,767	(169,469)	(133,008)	321,003
Attributable to:					
Owners of the parent	89,912	138,347	(174,735)	(140,285)	283,316
Non-controlling interests	15,070	25,420	5,266	7,277	37,687
	104,982	163,767	(169,469)	(133,008)	321,003
Basic and diluted earnings/(loss) per share (MUR)	0.82	1.26	(1.59)	(1.28)	2.58

COMMENTS

1 Consolidation and Accounting Standards
The abridged financial statements for the quarter and 9 months ended 30 September 2024 are unaudited. The accounting policies and standards used in the preparation of these abridged unaudited financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2023.

2 General Comments
In the third quarter, both Mauritius and the Maldives recorded double-digit growth in arrivals, with each showing a 10.44% increase compared to 2023Q3. However, arrivals in the Seychelles were adversely impacted by the ongoing war in the Middle East, resulting in a 4.7% decline for the same quarter of 2023.

Overall, total arrivals for the nine months ended September 30, 2024, were higher across our three main destinations, as shown in the table below.

	JAN-SEP 2024	2023	2024 VS 2023
MAURITIUS	971,800	901,126	7.84%
MALDIVES	1,492,027	1,361,048	9.62%
SEYCHELLES	254,525	254,302	0.09%

Performance in our main destinations
For the period under review, the overall performance of our resorts was commendable in spite of a number of headwinds encountered. Our fully owned and managed hotels' portfolio including our two resorts in Rodrigues, which recorded anticipated lower average occupancy and room rates, showed a satisfactory operational performance with an average occupancy rate of 74.4% (Sep-2023: 79.4%), RevPAR of MUR 13,455 (Sep-2023: MUR 13,681), and Trev PAR of MUR 22,447 (Sep-2023: MUR 22,974).

3 Group Results
Group revenue reached MUR 4,384 million, from MUR 4,087 million for the same period in 2023. This growth was driven primarily by increased revenue in Mauritius and the addition of our new hotel operations in Rodrigues. This increase in revenue was however mitigated with rising costs, resulting in an EBITDA of MUR 1,159 million (Sep-2023: MUR 1,122 million).

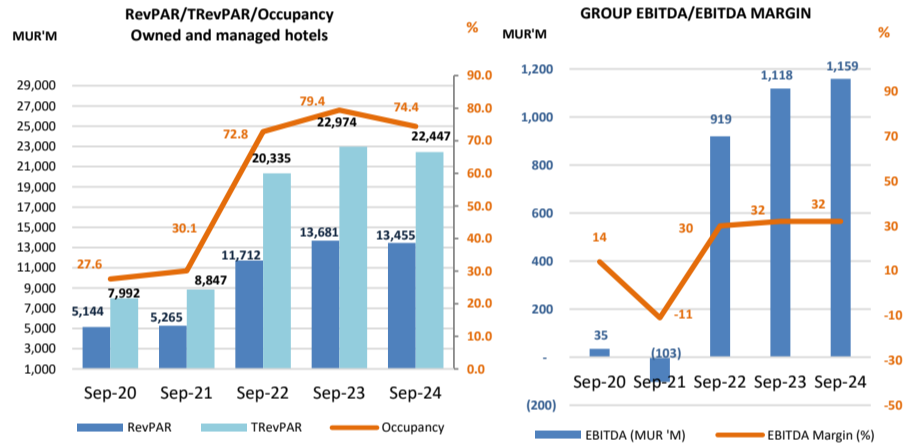
The planned repayment of existing loan facilities was maintained during the period. However, the reduction in borrowings was offset by an additional loan taken to finance the purchase of a headlease in the Maldives. Finance costs relating to financial debt for the period reached MUR 358 million (Sep-2023: MUR 314 million).

The share of profit from associates, primarily driven by our operations in Seychelles, was MUR 149 million (Sep-2023: MUR 139 million).

After accounting for taxes of MUR 74 million (Sep-2023: MUR 55 million), net profit for the first nine months of 2024 was MUR 105 million (Sep-2023: MUR 164 million).

THE GROUP - (MUR'000)	9 months to		3 months to		12 months to
	Sep-24 Unaudited	Sep-23 Unaudited	Sep-24 Unaudited	Sep-23 Unaudited	Dec-23 Audited
Profit/(loss) for the period/year	104,982	163,767	(169,469)	(133,008)	321,003
Other comprehensive income/(loss) for the period/year	125,419	72,815	(193,927)	(96,561)	187,809
Total comprehensive income/(loss) for the period/year	230,401	236,582	(363,396)	(229,569)	508,812
Attributable to:					
Owners of the parent	214,106	210,844	(373,843)	(236,945)	469,178
Non-controlling interests	16,295	25,738	10,447	7,376	39,634
	230,401	236,582	(363,396)	(229,569)	508,812

THE GROUP - (MUR'000)	Sep-24	Sep-23	Dec-23
	Unaudited	Unaudited	Audited
Assets			
Non-Current Assets			
Property, plant and equipment	8,351,884	8,218,015	8,339,310
Rights-of-use assets	4,360,187	4,115,786	4,517,053
Intangible assets	84,829	6,658	84,779
Investments in associates	2,363,456	1,882,628	2,142,768
Deferred tax assets	90,047	97,657	90,050
Current Assets			
Total Assets	15,250,403	14,320,744	15,173,960
	16,882,158	15,860,492	17,072,560
Equity and Liabilities			
Owners' interest	5,027,367	4,643,280	4,893,110
Convertible bonds	961,715	961,715	961,715
Non-controlling interests	(34,835)	(35,076)	(22,817)
Total equity	5,954,247	5,569,919	5,832,008
Non-Current Liabilities			
Borrowings	4,318,430	4,252,679	4,426,100
Lease liabilities	3,409,799	4,069,766	4,349,840
Deferred tax liabilities	147,454	93,577	142,981
Employee benefit liabilities	499,825	507,756	499,822
	8,375,508	8,923,778	9,418,743
Current Liabilities			
Total Liabilities	2,552,403	1,366,795	1,821,809
Total Equity and Liabilities	10,927,911	10,290,573	11,240,552
Total Equity and Liabilities	16,882,158	15,860,492	17,072,560
Net Asset Value per share (MUR)	45.85	42.35	44.62



4 Outlook
The ongoing conflicts in Ukraine and the Middle East, along with potential global economic uncertainties, present challenges for the industry. Moreover, the salary realignment, higher operating costs and the new Corporate Climate Risk Levy in Mauritius will impact the last quarter of 2024. Notwithstanding these uncertainties, our hotels in Mauritius are expected to remain resilient. In the Maldives, although we expect the market to remain highly competitive, we anticipate improved top-line performance due to our focused marketing and sales initiatives. Our resorts in the Seychelles are expected to deliver positive results, although bookings are progressing at a slower pace. Rodrigues is projected to perform well for the remainder of the year. Based on current booking trends, we are confident of the positive performance of our hotels for the last quarter of 2024.

By order of the Board
ECS Secretaries Ltd
Secretary
14 November 2024

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, ECS Secretaries Ltd, 3rd Floor, Labama House, 35 Sir William Newton Street, Port Louis. The financial statements are issued pursuant to DEM Listing Rule 17 and Securities Act 2005. The Board of Constance Hotels Services Ltd accepts full responsibility for the accuracy of these financial statements. Copies of these abridged unaudited financial statements are available to the public free of charge at 3rd floor, Labama House, 35 Sir William Newton Street, Port Louis, Mauritius.

THE GROUP - (MUR'000)	9 months to		12 months to
	Sep-24 Unaudited	Sep-23 Unaudited	Dec-23 Audited
Net cash generated from operating activities	966,963	826,834	1,274,672
Net cash (used in)/generated from investing activities	(1,159,301)	332,445	(31,411)
Net cash used in financing activities	(221,780)	(1,124,938)	(1,209,461)
(Decrease)/increase in cash and cash equivalents	(414,118)	34,341	33,800
Foreign exchange difference	37,978	18,565	1,607
Cash and cash equivalents at beginning of the period/year	378,954	343,547	343,547
Cash and cash equivalents at end of the period/year	2,814	396,453	378,954

THE GROUP - (MUR'000)	Attributable to owners of the parent						Total
	Stated capital	Revaluation and other reserves	Retained earnings	Owners' interest	Convertible bonds	Non-controlling interests	
Balance at January 1, 2024	2,153,395	3,985,361	(1,245,646)	4,893,110	961,715	(22,817)	5,832,008
Total comprehensive income for the period	-	124,194	89,912	214,106	-	16,295	230,401
Interest on convertible bonds	-	-	(25,022)	(25,022)	-	(647)	(25,669)
Dividends	-	-	(54,827)	(54,827)	-	(27,666)	(82,493)
Balance at September 30, 2024	2,153,395	4,109,555	(1,235,583)	5,027,367	961,715	(34,835)	5,954,247
Balance at January 1, 2023	2,153,395	3,799,499	(1,495,407)	4,457,487	961,715	(32,630)	5,386,572
Total comprehensive income for the period	-	72,497	138,347	210,844	-	25,738	236,582
Interest on convertible bonds	-	-	(25,051)	(25,051)	-	(645)	(25,696)
Dividends	-	-	-	-	-	(27,539)	(27,539)
Balance at September 30, 2023	2,153,395	3,871,996	(1,382,111)	4,643,280	961,715	(35,076)	5,569,919
Balance at January 1, 2023	2,153,395	3,799,499	(1,495,407)	4,457,487	961,715	(32,630)	5,386,572
Profit for the year	-	-	283,316	283,316	-	37,687	321,003
Other comprehensive income for the year	-	185,862	-	185,862	-	1,947	187,809
Interest on convertible bonds	-	-	(33,555)	(33,555)	-	(865)	(34,420)
Acquisition of a subsidiary	-	-	-	-	-	8,000	8,000
Dividends	-	-	-	-	-	(36,956)	(36,956)
Balance at December 31, 2023	2,153,395	3,985,361	(1,245,646)	4,893,110	961,715	(22,817)	5,832,008

THE GROUP - (MUR'000)	9 months to Sep-24			9 months to Sep-23		
	Mauritius	Maldives	Total	Mauritius	Maldives	Total
Revenue	2,786,515	1,597,051	4,383,566	2,516,465	1,570,629	4,087,094
Operating profit	562,343	55,783	618,126	558,539	73,388	631,927