

<b>Occupancy</b> 70.0% ▼ 1.6% pts vs LY	<b>ADR</b> Rs 6,155 ▲ 11% vs LY	<b>RevPAR</b> Rs 4,281 ▲ 9% vs LY	<b>TRevPAR</b> Rs 8,121 ▲ 7% vs LY	<b>Total Revenue</b> Rs 1,224m ▲ 18% vs LY
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### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ( ABRIDGED)

	QUARTER ENDED 30 SEPTEMBER	
	2017 Rs'000	2016 Rs'000
Revenue	1,224,041	1,032,499
Other operating income	-	9,111
<b>Total revenue</b>	<b>1,224,041</b>	<b>1,041,610</b>
<b>Earnings before interests, taxation, depreciation and amortisation (EBITDA)</b>	<b>(50,697)</b>	<b>(27,563)</b>
Depreciation and amortisation	(125,695)	(106,498)
<b>Operating loss</b>	<b>(176,392)</b>	<b>(134,061)</b>
Finance costs	(123,897)	(114,426)
Finance income	2,648	3,217
Share of results of associates	-	(3,622)
<b>Loss before tax and non-recurring items</b>	<b>(297,641)</b>	<b>(248,892)</b>
Closure, marketing launch, restructuring, branding and transaction costs	-	(52,305)
<b>Loss before tax</b>	<b>(297,641)</b>	<b>(301,197)</b>
Income tax (expense)/credit	38,646	37,520
<b>Loss for the period</b>	<b>(258,995)</b>	<b>(263,677)</b>
<b>Other comprehensive income net of tax</b>	<b>(101,452)</b>	<b>(2,967)</b>
<b>Total comprehensive income for the period</b>	<b>(360,447)</b>	<b>(266,644)</b>
<b>Loss attributable to:</b>		
Owners of the Company	(244,769)	(246,205)
Non-controlling interests	(14,226)	(17,472)
	<b>(258,995)</b>	<b>(263,677)</b>
<b>Total comprehensive income attributable to:</b>		
Owners of the Company	(346,221)	(249,172)
Non-controlling interests	(14,226)	(17,472)
	<b>(360,447)</b>	<b>(266,644)</b>
<b>Basic loss per share (Rs)</b>	<b>(1.70)</b>	<b>(1.90)</b>

### CONSOLIDATED GEOGRAPHICAL AND SEGMENTAL INFORMATION

	QUARTER ENDED 30 SEPTEMBER	
	2017 Rs'000	2016 Rs'000
Geographical revenue:		
Mauritius	1,108,317	973,212
Maldives	43,229	1,176
Others	72,495	67,222
Total revenue including other operating income	1,224,041	1,041,610
Geographical results:		
Mauritius	(152,584)	(204,607)
Maldives	(88,329)	(44,405)
Others	(18,082)	(14,665)
Loss for the period	(258,995)	(263,677)
Segment revenue:		
Hotel operations - External sales	1,104,863	974,388
Hotel operations - Inter-segment sales	54,706	46,541
	1,159,569	1,020,929
Real estate	46,683	-
Others - External sales	72,495	67,222
Elimination of inter-segment sales	(54,706)	(46,541)
Total revenue including other operating income	1,224,041	1,041,610
Segment results:		
Hotel operations	(253,754)	(248,797)
Real estate	12,841	(215)
Others	(18,082)	(14,665)
Loss for the period	(258,995)	(263,677)

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION ( ABRIDGED)

	30 SEP 2017	30 JUN 2017
	Rs'000	Rs'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	16,692,138	16,692,148
Operating equipment	110,878	122,575
Investments in associates	702,445	702,445
Other investments	75,182	75,182
Leasehold rights and leasehold land prepayments	378,447	382,473
Other financial assets	16,920	16,920
	19,951,063	20,006,489
<b>Current assets</b>	<b>1,728,422</b>	<b>1,509,981</b>
<b>Total assets</b>	<b>21,679,485</b>	<b>21,516,470</b>
<b>EQUITY AND LIABILITIES</b>		
Shareholders' equity	9,005,884	7,517,108
Non-controlling interests	778,766	792,992
<b>Total equity</b>	<b>9,784,650</b>	<b>8,310,100</b>
Borrowings	8,306,654	9,175,791
Deferred tax liability	587,260	628,075
Employee benefit liability	320,903	306,568
<b>Non-current liabilities</b>	<b>9,214,817</b>	<b>10,110,434</b>
<b>Current liabilities</b>	<b>2,680,018</b>	<b>3,095,936</b>
<b>Total liabilities</b>	<b>11,894,835</b>	<b>13,206,370</b>
<b>Total equity and liabilities</b>	<b>21,679,485</b>	<b>21,516,470</b>
<b>Total net interest-bearing loans and borrowings</b>	<b>8,593,327</b>	<b>10,175,221</b>
<b>Gearing</b>	<b>46.8%</b>	<b>55.0%</b>

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ( ABRIDGED)

	THE GROUP			
	Attributable to owners of the Company Rs'000	Treasury shares Rs'000	Non-controlling interests Rs'000	Total equity Rs'000
At 1 July 2016	8,968,497	(1,451,389)	792,992	8,310,100
Total comprehensive income for the period	-	-	-	-
At 30 September 2016	8,968,497	(1,451,389)	792,992	8,310,100
At 1 July 2017	8,968,497	(1,451,389)	792,992	8,310,100
Issue of shares net of issue costs	1,834,997	-	-	1,834,997
Total comprehensive income for the period	(346,221)	-	(14,226)	(360,447)
<b>At 30 September 2017</b>	<b>10,457,273</b>	<b>(1,451,389)</b>	<b>778,766</b>	<b>9,784,650</b>

### CONSOLIDATED STATEMENT OF CASH FLOWS ( ABRIDGED)

	QUARTER ENDED 30 SEPTEMBER	
	2017 Rs'000	2016 Rs'000
Operating loss before working capital changes	(26,319)	(47,126)
Change in working capital	61,464	308,203
Cash generated from operations	35,145	261,077
Income taxes paid	(98)	-
Net cash flows from operating activities	35,047	261,077
Net cash flows used in investing activities	(165,242)	(438,549)
Net cash flows from financing activities	459,248	283,891
Net increase in cash and cash equivalents	329,053	106,419
Cash and cash equivalents at 1 July	171,437	(677,025)
Net cash and cash equivalents at 30 September	500,490	(570,606)

#### NOTE TO THE ABOVE:

The Group's financial statements for the quarter ended 30 September 2017 have been prepared using the same accounting policies and methods adopted in the financial Statements for year ended 30 June 2017, audited by Messrs BDO & Co., Chartered Accountants.

The interim financial statements have been prepared in accordance with IAS 34 Interim Financial Statements

#### COMMENTS ON THE RESULTS

##### Financial results

The Group generated total revenue of over Rs 1.2 billion in this quarter, representing a growth of 18% on prior year. Despite being in the low season, the Group registered an 11% increase in average daily rate (ADR) compared to prior year. The Group occupancy was 70%, only 1.6% lower than last year, although La Pirogue was closed for most of the quarter. Group's revenue per available room (RevPAR) and total revenue per available room (TRevPAR) showed encouraging growths of 9% and 7% respectively, on the corresponding quarter of 2016, with the Mauritian resorts performing very well.

The performance of our luxury resort at Kanuhura, Maldives, however continues to be below expectations, as a result of its delayed re-opening. This, in conjunction with La Pirogue's closure, have negatively impacted the Group's results, which registered an operating loss of Rs 176 million compared to Rs 134 million in the prior year.

Finance costs at Rs 124 million were 8% up year on year, as a result of additional financing contracted in connection with the renovation of Kanuhura and La Pirogue.

The Group posted a net loss of Rs 259 million against Rs 264 million in the same quarter of 2016.

The rights issue and the private placement were successfully completed end of August 2017, generating a total of Rs 1.87 billion for the Company. This allowed the Group to repay part of its bank debts, thereby reducing its gearing from 55.0% as at 30 June 2017 to 46.8% as at 30 September 2017.

#### La Pirogue re-opening

La Pirogue re-opened on 17 August after 11 weeks of refurbishment. Guest reviews for this resort have been very positive and forward bookings are healthy. It is thus expected that this iconic resort will continue to be a top performer in its category.

#### Outlook

The Mauritian hotel industry continues to benefit from a sustained growth in tourist arrivals. Our forward-bookings for this coming quarter are at encouraging levels and show significant ADR growth.

In the Maldives, the repositioning of the Kanuhura as a luxury resort in a competitive environment is proving to be challenging. Management is maintaining its rate strategy for this resort whilst customer feedback continues to be particularly positive. The turnaround is nonetheless expected to take more time than anticipated to materialise.

With all resorts now operational, the next quarter should show a significant improvement in the Group's financial performance over the corresponding period of the last year.

**By Order of the Board**  
CIEL Corporate Services Ltd  
Company Secretary  
9 November 2017

This announcement is issued pursuant to Listing Rule 12.20 and the Securities Act 2005.

The Board of Directors of Sun Limited accepts full responsibility for the accuracy of the information contained in this report.

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 is available upon request from the Secretary, free of charge at CIEL Corporate Services Ltd, Ebène Skies, Ebène, Mauritius.

Copies of this report are available to the public, free of charge, at the Registered Office of the Company.

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