



Hotels | Properties | Services

# ANNOUNCEMENT

In an announcement dated 25 March 2021, the Board of Directors of Sun Limited (the **"Company"/"SUN"**) informed its shareholders and the public in general that its wholly owned subsidiary, SRL Kanuhura Limited, has entered into a binding sale and purchase agreement with Leisure Oceans Private Limited for the sale of its resort in the Maldives, Kanuhura Resort & Spa (the **"Transaction"**).

Since the Transaction qualifies as a disclosable transaction for SUN under Chapter 13 of the Listing Rules, a Disclosable Transaction Circular has been prepared by SUN accordingly and has been vetted by the Stock Exchange of Mauritius Ltd.

## **Rationale behind the Disposal**

The Covid-19 pandemic is still impacting severely on the tourism industry worldwide for more than a year and the Group has not been spared. Despite Maldives re-opening its borders from July 2020, there was little traffic in tourists until December 2020. Kanuhura Resort re-opened on 15 November 2020 and although occupancy has been satisfactory since December 2020, tourist arrivals to the destination for the first two months of 2021 were still down by 41 on 2019. A strategic review highlighted the difficulties of the 80-key resort to compete with other international luxury brands with significantly more scale in the Maldives and hence the decision to dispose of the Resort.

Together with the agreement reached with the Mauritius Investment Corporation Limited in October 2020 for the subscription of secured redeemable and convertible bonds of Rs 3.1bn, this Transaction will enable SUN to realise the value of its assets, reduce the Group's gearing and refocus its resources on its properties in Mauritius.

## **Price Consideration**

The purchase consideration of USD 41.5m for the Transaction was determined based on the bids received as part of a competitive bidding process carried out by the lead transaction advisor.

By Order of the Board

CIEL Corporate Services Ltd  
Company Secretary

9 April 2021

In view of the lockdown situation linked to the Covid-19 pandemic, the Disclosable Transaction Circular ("Circular") will be available for consultation on the Company's website <https://bit.ly/31VvRZc>, up to 14 days from the date of this announcement and on the website of the Stock Exchange of Mauritius Ltd.

The Circular will be sent by electronic email to those shareholders of SUN who have opted to receive electronic communications. Shareholders of SUN who wish to receive a hard copy of the Circular may send a request by electronic email to the following address: [info@sunresorts.mu](mailto:info@sunresorts.mu).

This announcement is issued pursuant to Listing Rules 13.15(b)(i) and the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

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

BRN: C06003886