

SUPPLEMENTARY INFORMATION

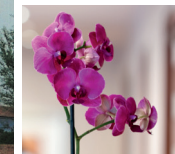
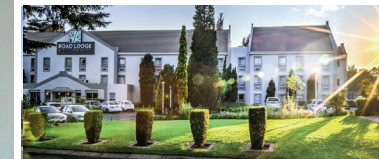
		Six months ended 31 December 2015	Six months ended 31 December 2014	(Audited) Year ended 30 June 2015
RO00	Note		% change	
1. Headline earnings reconciliation				
Profit for the period		164 773	134 337	318 262
Fair value gain on remeasurement of investment in joint venture		–	–	(59 977)
Write-off of net investment in joint venture		–	4 111	4 111
Profit on sale of equipment		–	–	(762)
Taxation effect		–	–	213
Headline earnings		164 773	138 448	261 847
Number of shares in issue (000's)		43 373	43 248	43 347
Weighted average number of shares in issue for EPS calculation (000's)	3	36 284	36 203	36 229
Weighted average number of shares in issue for diluted EPS calculation (000's)	3	36 500	36 509	36 755
Basic earnings per share (cents)				
– undiluted		454.1	371.1	878.5
– fully diluted		451.4	368.0	865.9
Headline earnings per share (cents)	4			
– undiluted		454.1	382.4	722.8
– fully diluted		451.4	379.2	712.4
2. Normalised headline earnings reconciliation				
Headline earnings		164 773	138 448	261 847
BEE transaction charges		521	159	301
– Loss on fair value of interest rate swap		–	51	67
– Sundry expenses		521	108	234
Notional interest charge on BEE shareholder loan		2 368	2 061	4 270
BEE interest on interest-bearing borrowings		2 087	2 019	4 041
Preference dividends paid/payable by the BEE entities		21 280	19 477	39 542
Deferred tax on BEE transactions		(663)	(577)	(1 196)
Notional interest income on tenth anniversary employee share trust loan		2 330	2 154	4 478
Tenth anniversary employee share trust transaction charges and DWT IFRS 2 share-based payment charge for the tenth anniversary employee share trust		(152)	(111)	69
Once-off deferred tax raised due to introduction of capital gains tax in Kenya		–	–	15 562
Normalised headline earnings		194 132	165 211	332 051
3. Number of shares (000's)				
Weighted average number of shares in issue for EPS calculation		36 284	36 203	36 229
BEE shares treated as treasury shares		6 390	6 390	6 390
Tenth anniversary employees share trust treated as treasury shares		538	549	549
Weighted average number of shares in issue for normalised EPS calculation		43 212	43 142	43 168
Weighted average number of shares in issue for diluted EPS calculation		36 500	36 509	36 755
BEE shares treated as treasury shares		6 390	6 390	6 390
Tenth anniversary employees share trust treated as treasury shares		538	549	549
Weighted average number of shares in issue for diluted normalised EPS calculation		43 428	43 448	43 694
4. Normalised headline earnings per share (cents)				
– undiluted		449.3	382.9	769.2
– fully diluted		447.0	380.2	759.9
5. Dividend declared per share (cents)		269.0	230.0	460.0
6. Dividend cover (times)				
– calculated on normalised headline earnings		1.7	1.7	1.7
7. Interest-bearing debt to total capital and reserves (%)				
– calculated on a normalised basis		16.3	14.1	17.4
8. Return on equity (%)				
– calculated on a normalised basis		25.4	24.8	24.8
9. Net asset value per share (cents)				
– calculated on a normalised basis		3 529	3 039	3 322

SUMMARISED STATEMENTS OF CASH FLOWS

	Six months ended 31 December 2015	Six months ended 31 December 2014	(Audited) Year ended 30 June 2015
RO00			
Operating profit before working capital changes	327 033	285 451	564 297
Increase in working capital	(22 077)	(35 532)	(34 523)
Cash generated by operations	304 956	249 919	529 774
Interest received	624	1 475	4 751
Interest paid	(18 061)	(16 499)	(33 119)
Taxation paid	(68 486)	(55 622)	(115 520)
Dividends paid	(86 241)	(70 662)	(154 196)
Cash inflow from operating activities	132 792	108 611	231 690
Cash utilised in investing activities	(95 372)	(67 643)	(267 047)
– investment to maintain operations	(43 429)	(51 405)	(119 430)
– investment to expand operations	(51 943)	(18 405)	(90 008)
– investments and loans	–	2 167	(58 527)
– proceeds on disposal of property, plant and equipment	–	–	918
Cash (outflow)/inflow from financing activities	(43 468)	(19 423)	40 145
– proceeds from issue of ordinary shares	1 757	1 458	5 747
– purchase of incentive scheme shares	(39 225)	(18 081)	(21 657)
– increase in interest-bearing borrowings	–	–	65 000
– redemption of BEE preference shares	(6 000)	(2 800)	(8 800)
– distribution by BEE structured entity	–	–	(145)
Net (decrease)/increase in cash and cash equivalents	(6 048)	21 545	4 788
Cash and cash equivalents at beginning of the period	73 346	67 916	67 916
Effect of movements in exchange rates on cash held	18 884	3 062	642
Cash and cash equivalents at end of the period	86 182	92 523	73 346

STATEMENTS OF CHANGES IN EQUITY

	Share capital and premium	Treasury shares	Other reserves	Retained earnings	Total
RO00					
Balance at 30 June 2014	158 255	(526 822)	113 939	820 543	565 915
Total comprehensive income for the period			6 212	134 337	140 549
Profit for the period				134 337	134 337
<i>Other comprehensive income</i>					
Foreign currency translation differences			6 212		6 212
Transactions with owners, recorded directly in equity	1 458	11 094	(12 223)	(78 789)	(78 460)
Issue of new ordinary shares	1 458				1 458
Incentive scheme shares		11 094	(21 048)	(8 127)	(18 081)
Share compensation reserve			8 825		8 825
Dividends paid				(70 662)	(70 662)
Balance at 31 December 2014	159 713	(515 728)	107 928	876 091	628 004
Total comprehensive income for the period			(5 999)	181 515	175 516
Profit for the period				183 925	183 925
<i>Other comprehensive income</i>					
Defined benefit plan remeasurements, net of tax				(2 410)	(2 410)
Foreign currency translation differences			(5 999)		(5 999)
Transactions with owners, recorded directly in equity	4 289		6 122	(86 489)	(76 078)
Issue of new ordinary shares	4 289				4 289
Incentive scheme shares			(766)	(2 810)	(3 576)
Share compensation reserve			6 888		6 888
Dividends paid				(83 534)	(83 534)
Distribution by BEE structured entity				(145)	(145)
Balance at 30 June 2015	164 002	(515 728)	108 051	971 117	727 442
Total comprehensive income for the period			44 004	164 773	208 777
Profit for the period				164 773	164 773
<i>Other comprehensive income</i>					
Foreign currency translation differences			44 004		44 004
Transactions with owners, recorded directly in equity	1 757	(8 500)	(3 554)	(106 553)	(116 850)
Issue of new ordinary shares	1 757				1 757
Incentive scheme shares		(8 500)	(10 413)	(20 312)	(39 225)
Share compensation reserve			6 859		6 859
Dividends paid				(86 241)	(86 241)
Balance at 31 December 2015	165 759	(524 228)	148 501	1 029 337	819 369


*Thirty years
OF EXCELLENCE*

CITY LODGE HOTEL GROUP

City Lodge Hotels Limited Registration number: 1986/002864/06 Share code: CLH ISIN: ZAE 000117792

UNAUDITED INTERIM REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2015

- Average occupancies – SA operations **69%**
- Normalised diluted headline EPS **+18%**
- Return on equity **25%**



