



UNAUDITED
INTERIM RESULTS
ANNOUNCEMENT

20
21

for the six-month period
ended 30 June 2021



INTRODUCTION

Sun International delivered a credible result for the half year ended 30 June 2021, demonstrating the benefits of achieved cost savings, efficiencies and continued deleveraging. The performance was achieved despite the extremely challenging South African trading environment, which saw businesses either locked down or operating under significant and varied restrictions as a result of the Covid-19 pandemic.

During the period under review, we continued to focus on ensuring that the group remained in a strong position to trade through the lockdown periods and related restrictions imposed on its operations. Our core casino business, which represents approximately 70% of earnings, has proven its resilience and we anticipate that we will continue to see improvement in income and adjusted EBITDA as the restrictions are eased further and ultimately lifted. Our Alternate Gaming operations remain an exciting growth platform and are now contributing meaningfully to the group.

Management has performed extensive work on its cost base and has realised substantial sustainable savings in the company's cost structure going forward. The capital raise following the rights offer concluded in 2020, as well as the disposal of Sun Dreams last year, have improved our liquidity position and significantly strengthened the group's balance sheet. Our lender group has been extremely supportive of the group during this period and we actively engaged on the optimal restructuring of our debt and covenant measures for the longer term.

These actions and the various operational initiatives which we have undertaken and implemented have ensured that the group remains well placed to be able to deal with the current and future challenges and has positioned the group to recover and drive focused growth into the future as a leaner and more efficient business.

Cost optimisation

Prior to the Covid-19 pandemic, management was in the process of reviewing employee structures, as well as its cost base across the South African operations. Through the Covid-19 pandemic, the company has fundamentally re-evaluated how it operates, with a focus on permanently eliminating cost inefficiencies. Cost optimisation initiatives launched have begun yielding tangible results, which have included, inter alia:

- Central office restructure, which was concluded in February 2020, resulting in a head count reduction of 63 while realising a total cost of employment (TCOE) saving of approximately R50 million per annum;

- The Section 189A restructure process concluded in 2020 which impacted 2 195 employees across the group, with an estimated TCOE reduction of R291 million. This retrenchment exercise particularly impacted Sun City, The Maslow Sandton, Boardwalk, The Table Bay Hotel and the Wild Coast Sun, which would likely have occurred irrespective of the Covid-19 pandemic; and
- Further cost savings were identified in outsource and service provider contracts, IT systems, marketing, and other general costs of approximately R309 million.

The cost savings imply an EBITDA margin improvement on the 2019 South African results from 28% to 34%. We continue to find ways to optimise our cost structure and achieve efficiencies while still delivering a world class product and service.

Business interruption insurance claims relating to Covid-19

Sun International has successfully concluded and settled Covid-19 business interruption claims for five of its operating units where the insurance claim was more than the maximum insured loss. The proceeds from these claims of R235 million, which were accrued at 30 June 2021, were received during August 2021. We anticipate that the remaining claims will be settled shortly for an approximate amount of R260 million.

Borrowings and liquidity position

Group debt (excluding IFRS 16 lease liabilities) was significantly reduced by R3.5 billion from R11.1 billion at June 2020 to R7.6 billion at 30 June 2021 following the successful completion of Sun International's R1.2 billion rights offer in July 2020, and Sun Latam's (99.2% owned by Sun International) disposal of its 64.94% equity interest in Sun Dreams for US\$160 million in November 2020. This amount excludes any further amount that may be received if certain earn outs are met.

In order to mitigate against the impact of the Covid-19 pandemic on the group's liquidity, we pro-actively engaged with the South African lending group during 2020, which agreed to reschedule debt, suspend debt repayments and waive covenant measures until 30 September 2021.

As at 30 June 2021 our South African debt (excluding IFRS 16 lease liabilities) stood at R6.9 billion with access to liquidity of R1.8 billion. Our Debt/EBITDA level was at 4.4x excluding IFRS 16 liabilities. Although bank covenants are not measured for this period, we are required to submit our compliance certificate to our lenders. In this regard, our adjusted EBITDA has been adjusted by the insurance proceeds, which is accounted for as an exceptional item resulting in a Debt/EBITDA level of 3.9x.

The net interest expense comprises interest paid on our debt of R237 million which is a decrease from the prior comparative period of 32% and interest received of R32 million on our employee provident fund surplus.

Expanded SunBet platform

The group has identified Alternate Gaming as a strategic growth area, and in the long term will counter balance (or even augment) any decline in its land based casino business. During the period under review, the online gaming business received increased strategic focus by the group. In addition to sports betting, SunBet now offers Lucky Numbers, Bet Games and Virtual Games. In August 2021 SunBet launched Live Games with trading to date being encouraging. To strengthen the leadership in this area, the group announced the appointment of Nigel Payne as a non-executive director on the Sun International board. Nigel, who is based in the UK, is a well renowned expert in the online sports betting business, having founded, run and listed online sports businesses. He also advised the White House on two different occasions around the regulations and trends in this sector. SunBet continues to trade well growing strongly its active customer base as well as its product offering.

New booking system

In a continuous effort to improve the guest interaction with the group, as well as continue to drive cost efficiencies, we have implemented a new website booking engine which will provide guests with a much quicker and simpler hotel reservation process. This new booking engine will allow guests to make reservations and secure these reservations with a new online payment process. Guests can purchase vouchers for family or friends to use at one of Sun International's hotels and resorts.

Global Hotels Alliance

The Sun International group joined the Global Hotels Alliance (GHA) in February 2021. GHA is the world's largest alliance of independent hotel brands and comprises a growing network of 35 independent brands and 570 hotels in 85 countries. Joining GHA marks a strategic step for the group and its guests and represents an important evolution in our guest recognition and rewards strategy. In parallel with our Most Valued Guest loyalty program, our recognition programme for gaming members, this alliance will enable us to better recognise and reward our hotel guests and welcome new domestic and international customers. The integration and launch of Sun International's properties into GHA is expected to be completed by the end of 2021. The Table Bay Hotel is expected to go live first, followed by the other group hotels.

Disposal of non-core assets

We continue to engage with interested parties regarding the disposal and/or development of the group's vacant land in order to realise value for shareholders. These discussions are at various stages, and which pertain to the Carousel, Carnival City, Time Square, GrandWest and Sibaya. Shareholders will be updated on these various initiatives as and when appropriate.

Capital allocation

Capital expenditure continues to be very tightly controlled in line with the level of operating activity under lockdown conditions, with the single largest share of capex for the half year spent on the resilient Sun Slots segment, which remains a growth priority. Overall deleveraging remains the group's primary capital allocation priority.



FINANCIAL OVERVIEW

for the six-month period ended 30 June 2021

R million	TOTAL CONTINUING GROUP OPERATIONS				
	30 June 2021	%*	30 June 2020**	%*	30 June 2019**
Income	3 760	51	2 482	(32)	5 542
Adjusted EBITDA	739	>100	60	(50)	1 485
Depreciation and amortisation	(451)	11	(508)	23	(584)
Adjusted operating profit/(loss)	288	>100	(448)	(68)	901
Foreign exchange (loss)/profit	(6)	<(100)	9	45	(11)
Net interest	(233)	58	(560)	54	(502)
Net external interest	(205)	44	(367)	54	(449)
Net hedge interest gain/(loss)	8	>100	(155)	>100	(16)
IFRS 16 interest	(36)	5	(38)	3	(37)
Adjusted profit/(loss) before tax	49	>100	(999)	(87)	388
Tax	(32)	<(100)	171	83	(186)
Adjusted profit/(loss) after tax	17	>100	(828)	(92)	202
Minorities	(22)	<(100)	123	84	(135)
Attributable (loss)/profit	(5)	99	(705)	<(100)	67
Share of associates	1	(50)	2	–	1
Continuing group adjusted headline (loss)/earnings	(4)	99	(703)	<(100)	68

* All percentages variances are in comparison to the 2021 period.

** The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



FINANCIAL OVERVIEW continued for the six-month period ended 30 June 2021

Group

The group comprises our South African and Nigerian operations. In the current and prior year comparative financial information, our operations in eSwatini and the Carousel are accounted for as discontinued operations. In the comparative financial information, Sun Dreams operations are disclosed as discontinued operations in line with IFRS 5 requirements.

Income from 2021 continuing operations increased by 51% from R2.5 billion to R3.8 billion, while continuing adjusted EBITDA increased from R60 million to R739 million. Our total group adjusted headline earnings improved from a loss of R885 million in the prior comparative period to a loss of R7 million, with an adjusted headline loss of 3 cents per share.

South Africa

Overall, income from the South African operations improved by 52% from the prior comparative period to R3.7 billion with adjusted EBITDA up from R89 million to R749 million. With the easing of adjusted alert level 3 restrictions on 1 February 2021 and return to alert level 1 restrictions on 28 February 2021, income and adjusted EBITDA improved steadily throughout the period.

Casino income across the South African operations increased by 61% compared to the corresponding period in 2020. Trading was impacted by, inter alia, the imposition of curfew hours and the restrictions on the serving of alcohol. The limited capacity resulting from machines being switched off, caused challenges during peak periods. The South African hotel industry continues to be significantly impacted by the effects of the Covid-19 pandemic and the associated restrictions and lockdowns. While the hotel industry has re-opened for domestic leisure and business travel, trading levels remain severely muted. International travel for business and leisure purposes resumed on 1 October 2020, albeit with strict restrictions in place and limited demand. Food and Beverage income remains well below the prior year due to the closure of certain outlets, lower occupancies and the various Covid-19 restrictions. We have however been able to manage costs with employees either being temporarily laid off or working reduced hours.

R million	QUARTER 1			QUARTER 2			6 MONTHS		
	2021	%	2020	2021	%	2020	2021	%	2020
CASINO OPERATIONS:									
Casino income	1 067	(24)	1 395	1 133	>100	7	2 200	57	1 402
Rooms revenue	11	(54)	24	13	100	-	24	-	24
Food and Beverage revenue	26	(63)	71	42	100	-	68	(4)	71
Other income*	14	(44)	25	22	>100	3	36	29	28
Total income	1 118	(26)	1 515	1 210	>100	10	2 328	53	1 525
Adjusted EBITDA	333	(18)	405	339	>100	(276)	672	>100	129
Adjusted EBITDA margin %	30%	11	27%	28%	>100	<(100%)	29%	>100	8%
RESORTS AND HOSPITALITY OPERATIONS:									
Casino income	141	(18)	171	187	100	-	328	92	171
Rooms revenue	68	(64)	190	75	>100	2	143	(26)	192
Food and Beverage revenue	47	(57)	109	64	100	-	111	2	109
Other income*	51	(27)	70	57	97	29	108	9	99
Total income	307	(43)	540	383	>100	31	690	21	571
Adjusted EBITDA	(60)	<(100)	3	(28)	76	(115)	(88)	21	(112)
Adjusted EBITDA margin %	(20%)	<(100)	1%	(7%)	98	<(100%)	(13%)	35	(20%)
ALTERNATE GAMING:									
Sun Slots income	289	(4)	301	319	>100	2	608	>100	303
SunBet income	49	36	36	42	>100	15	91	78	51
Total income	338	-	337	361	>100	17	699	97	354
Adjusted EBITDA	86	6	81	79	>100	(9)	165	>100	72
Adjusted EBITDA margin %	25%	4	24%	22%	>100	(53%)	24%	20	20%
SOUTH AFRICA									
Total income	1 763	(26)	2 392	1 954	>100	58	3 717	52	2 450
Total adjusted EBITDA	359	(27)	489	390	>100	(400)	749	>100	89
Total adjusted EBITDA margin %	20%	-	20%	20%	>100	<(100%)	20%	>100	4%

* Other income is inclusive of all other products and services the group offers and the net income from management companies.

For the first quarter of the year, income declined by 26% to R1.8 billion compared to the prior period, with adjusted EBITDA down by 27% to R359 million. Income for the second quarter of the year increased from R58 million in 2020 to R2 billion in 2021.



FINANCIAL OVERVIEW continued for the six-month period ended 30 June 2021

Casino, Resorts and Hospitality

R million	CASINO OPERATIONS*			RESORTS AND HOSPITALITY OPERATIONS**			ALTERNATE GAMING			TOTAL CONTINUING SOUTH AFRICAN OPERATIONS		
	30 June 2021	%	30 June 2020 [^]	30 June 2021	%	30 June 2020 [^]	30 June 2021	%	30 June 2020 [^]	30 June 2021	%	30 June 2020 [^]
Income	2 328	53	1 525	690	21	571	699	97	354	3 717	52	2 450
Adjusted EBITDA	672	>100	129	(88)	21	(112)	165	>100	72	749	>100	89
Adjusted operating profit/(loss)	380	>100	(183)	(194)	23	(251)	121	>100	28	307	>100	(406)
Adjusted EBITDA margin	29%	>100	8%	(13%)	35	(20%)	24%	20	20%	20%	>100	4%
Adjusted operating profit/(loss) margin	16%	>100	(12%)	(28%)	36	(44%)	17%	>100	8%	8%	>100	(17%)

* Casino operations comprise GrandWest, Sibaya, Time Square, Carnival City, Boardwalk, Meropa, Windmill, Flamingo, Golden Valley and management companies.

** Resorts and hospitality operations comprise Sun City, Wild Coast Sun, The Table Bay Hotel and The Maslow Sandton.

[^] The prior year comparable financial information was restated as per required IFRS 5 disclosure. Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.

CASINO OPERATIONS

Our casino operations proved resilient and produced pleasing performances despite significant operating constraints during the review period.

Income from casino operations increased by 53% compared to the prior comparative period. Overall footfall at our properties remains well down with the lack of shows, concerts and general entertainment at our complexes due to the Covid-19 restrictions. When restrictions are lifted, we are confident that footfall will increase and have a positive impact on casino and other activities and revenues.

Our casino market share since the lifting of the lockdown in the competitive Gauteng and KwaZulu-Natal markets increased to 29.5% and 38.0% respectively, with both 2.3% higher compared to the prior comparative period in 2019.

Overall, our Casino operations generated adjusted EBITDA of R672 million for the period under review. The effects of the various cost saving initiatives, reduced salaries and efficiencies that were achieved are clearly evident, where despite the total casino operations income being 35% below levels achieved in 2019, we managed to achieve 56% of the 2019 adjusted EBITDA at a margin of 29%.

RESORTS AND HOSPITALITY OPERATIONS

The easing of lockdown restrictions to alert level 1 during the period under review increased domestic leisure travel demand into our resort destinations such as Sun City and the Wild Coast Sun. The Sun Vacation Club at Sun City performed relatively well under these trading conditions, achieving occupancies of 64%.

Midweek demand from the corporate transient and Meetings, Incentives, Conventions and Exhibitions (MICE) segments remains weak. This is due to the restrictions on numbers allowed for gatherings and meetings. In addition, there is still limited corporate travel into Sandton and Menlyn, which is affecting midweek occupancies at these properties.

Food and Beverage income remains well below the prior period due to the closure of certain outlets, lower occupancies and the various Covid-19 restrictions. We have however, been able to manage costs with employees either being temporarily laid off or working reduced hours.

Overall, our Resorts and Hospitality operations incurred an adjusted EBITDA loss of R88 million for the period under review. Total resorts and hospitality operations income was up 21% from the prior period.



FINANCIAL OVERVIEW continued for the six-month period ended 30 June 2021

Sun City

Over its 40 years in existence, Sun International's iconic Sun City has evolved into the most exciting, and all-encompassing resort, entertainment and leisure destination in South Africa. Lockdown conditions, in particular the various restrictions on inter-provincial and international travel have had a significant adverse impact on revenues at Sun City, which is a destination resort. Sun City remains a key strategic asset in the Sun International portfolio and is receiving management's focus to return it to profitability. Over the past year we have made significant progress on cost and operational restructurings to position the resort for an improved performance in the future.

Key to the success of our future resort plans is the support of the North West Provincial Government as well as the National Department of Tourism, and South African Tourism. We have presented our future resort plans to the North West Provincial Government as well as the National Department of Tourism. Further engagements will be held and the North West Provincial Government has given its full commitment to supporting our initiatives. In this regard, Government has acknowledged the need to invest in road infrastructure as well as upgrade the facilities at the Pilanesberg Airport and the Pilanesberg Nature Reserve.

In summary our strategic objectives for Sun City include, inter alia:

- Recovery and growth in the domestic leisure and gaming market segments;
- Focusing on international groups (MICE) which is a key market segment due to the size of the groups (200+ pax) and their high average spend;
- Leveraging the Global Hotels Alliance affiliation;
- Corporate and Government Conferencing and Exhibitions;
- Sports tourism; and
- Entertainment and Events.

As part of a review of operational structures conducted by management, sustainable savings to the extent of R180 million were identified. These savings have been achieved through a review of all service contracts, other expenses and a reduction in headcount achieved through the section 189A restructure concluded in 2020. Adjusting these cost savings on the 2019 full year results of Sun City imply an improvement in adjusted EBITDA from R152 million to R332 million with an adjusted EBITDA margin improvement from 8.9% to 19.4%.

Alternate Gaming

SUN SLOTS

Sun Slots has proved to be remarkably resilient despite the effects of Covid-19, with a strong recovery in trading following the easing of the alcohol ban and relaxation of curfew hours in the last week of January 2021. The business moved swiftly in terms of reactivating sites that had previously remained closed, resulting in 97% of the machines being made available for play during the period under review.

Overall income increased from R303 million to R608 million with adjusted EBITDA up from R56 million to R152 million for the period under review compared to the prior period.

SUNBET

SunBet has continued its strong growth trajectory in 2021 and remains an exciting prospect for the group. Our active players continue to grow and with the additional games offering, the overall player experience has been enhanced. The resumption of international sport has contributed to our overall numbers which exceed those of the previous two years. At the end of the period under review, we witnessed a substantial improvement in our key performance indicators which included:

- New player acquisitions up by 51% against 2020 and 143% compared to 2019;
- Turnover up 69% against 2020 and 32% against 2019; and
- Deposits up to R229 million which represents an increase of 81% against 2020 and 31% against 2019.

Overall income was up 78% for the period with adjusted EBITDA down 19% on the prior comparative period due to a significant increase in marketing and addressing the staffing structures given the anticipated strong growth in income. We expect online to continue to be a key source of growth going forward and have enhanced our platform, systems, marketing focus and customer experience at SunBet accordingly. The size of the SunBet team has been increased with the recruitment of a Commercial Manager, VIP hosts, Retention and Fraud specialists and new marketing resources. The team possess a diverse range of experiences and skills, that will be crucial in terms of supporting the business' strategy going forward.

Nigeria

The Federal Palace in Nigeria went into lockdown in April 2020 as a result of the Covid-19 pandemic. Although it has resumed trading, occupancy remains muted due to the ongoing nature of the pandemic. Despite the muted demand in the hospitality space, the casino is trading ahead of expectations. We continue to assess unsolicited expressions of interest to dispose of our interests in this business.



FINANCIAL OVERVIEW continued for the six-month period ended 30 June 2021

HEADLINE AND ADJUSTED HEADLINE EARNINGS ADJUSTMENTS

The group has incurred a number of once-off or unusual items that have been adjusted for in headline and adjusted headline earnings in the interim results, the most significant of which are described below.

Headline earnings adjustments included the following:

- Net loss on disposal of property, plant and equipment of R17 million; and
- Gain on derecognition of eSwatini of R12 million.

Adjusted headline earnings adjustments included the following:

- Restructuring and related costs of R13 million;
- Foreign exchange and net monetary losses of R32 million relating to the loan between Sun International Limited and Nigeria;
- Reversal of IFRS 9 debt adjustment of R43 million which was expensed in the December 2020 results;
- Business interruption insurance receipts of R235 million; and
- An increase in the value of the Tsogo Sun put option liability of R241 million.

UPDATE ON KEY MATTERS

Casinos

SUNWEST EXCLUSIVITY

The Western Cape Twentieth Gambling and Racing Amendment Bill and the Western Cape Twenty-First Gambling and Racing Amendment Bill ('Bills'), were both published on 8 May 2020 in the Provincial Gazette Extraordinary, Notice Number 8235 which provides for the relocation of one of the outlying casino licences to the new Helderberg zone.

On 02 July 2021, the Western Cape High Court delivered its judgment in the application by three firms in the Tsogo Sun Group declaring that the Western Cape Gambling and Racing Board (WCGRB) is competent to consider and determine an application to relocate a casino in terms of section 41(2) of the Western Cape Gambling and Racing Act, 1996 and ordered the WCGRB to consider any such application brought by one of the Tsogo Sun entities. However, the Court suspended its declaration for a one year period to allow the Western Cape Provincial Government (Provincial Government) to enact a new regulatory regime which will expressly allow the WCGRB to approve applications to relocate casinos in the Western Cape. Accordingly, the current casino exclusivity regime will remain in effect until the end of June 2022, to allow the Provincial Government to pass the Amendment Bills into law.

It is possible that the Provincial Government will engage in further public and internal consultations between now and the end of June 2022 during which interested stakeholders, including Sun International, may comment on further versions, if any, of the Amendment Bills. In addition, Sun International will have the opportunity to comment on any relocation application and object to the approval of any application to relocate a casino licence to the extent that the approval of any such application will have a material impact on its rights and interests.

WILD COAST SUN

The current casino licence, which was due to expire in August 2019, has been extended to 31 August 2021. We have responded to all questions and provided additional information to the Eastern Cape Gambling and Betting Board as requested. We await the final conditions of the new licence.

GAMING SYSTEM UPGRADE

The replacement of our Bally gaming system with the industry leading Playtech's Neon system has commenced. The new system not only provides the group with enhanced functionality and improved support but is also significantly cheaper than our current gaming system. The system that we have chosen has a strong presence in the online casino market and provides an omni-channel solution that combines online and land-based casinos into one platform with a shared wallet, rewards system, marketing and reporting, and will greatly support our long-term growth strategy in online gaming.



FINANCIAL OVERVIEW continued for the six-month period ended 30 June 2021

Playtech is a leading international supplier of technology and content to the gaming and financial industries. The company was formed in 1999 and has grown both organically and by acquisition to become the leading supplier of online gaming technology to regulated markets. It is listed on the main bourse of the London Stock Exchange. The regulatory process to obtain approval for the system has commenced, with the implementation of the project earmarked to be rolled out on a phased basis with full implementation targeted for 2023.

GAMING TAXES

In January 2020, the MEC of the North West Province responsible for gambling, gazetted an average increase in gaming levies of 2% per tier of gaming income (approximately R9 million per year). The matter is being opposed by the Casino Association of South Africa (CASA).

Hospitality

THE TABLE BAY HOTEL

We have extended the lease on the Table Bay Hotel to 28 February 2025, a further 33 months, on satisfactory terms and conditions. We will continue to engage with the V&A Waterfront Company regarding a longer-term lease opportunity.

THE BOARDWALK MALL

The proposed development of the Boardwalk Mall has been reactivated and is now back on track. Construction of the Mall has commenced with the opening of phase 1 expected in the first quarter of 2022 and the opening of the remaining components in the fourth quarter of 2022.

Alternate Gaming

SUN SLOTS TYPE B LICENCES

In Mpumalanga, the regulator has commenced with a consultation process with route operators on the submission of Type B licences. This is a positive development in addressing the roll out backlog in the province and will also see the converting of licence applications into live sites. Similarly, the KwaZulu-Natal Gambling and Betting Board's recent decision to accept new licence applications where Limited pay-out machines (LPM) quotas have been exceeded, will result in more Type B licences being processed.

Other

SWAZISPA

As a result of the impact of Covid-19 pandemic and the nationwide lockdown declared in March 2020, Swazispa closed all of its resort operations in line with the Government's Covid-19 regulations. Swazispa fully utilised its overdraft facility with no arrangements made for an additional facility from the financial institutions and could not obtain additional funding from its shareholders. As a result of Swazispa being unable to pay its creditors and its liabilities exceeding its assets, the company has been placed into final liquidation.

Swazispa has now been accounted for as a discontinued operation for the June 2021 interim period and has been de-recognised from Sun International's balance sheet in terms of IFRS 10.

TOURIST COMPANY OF NIGERIA

The Deloitte forensic investigation commissioned by the Nigerian Securities and Exchange Commission (SEC) regarding certain share transactions when Sun International invested in the Tourist Company of Nigeria (TCN) has been completed and the findings report delivered to the SEC offices in Nigeria. To date we still await the SEC to make its final determination and to release its findings to bring clarity regarding the future of TCN.

SUSTAINABILITY STRATEGY

Sun International is focused on reducing its group wide environmental footprint and investing in green energy solutions to become a more energy-efficient and sustainable organisation. In this regard we are investigating our energy reduction strategy using solar technology at Sibaya and Carnival City and planning a water recycle and osmosis project at the Boardwalk. During the review period, Sun International was rated by IRAS as the top company for ESG reporting in the Travel and Leisure industry, demonstrating our commitment to leadership in sustainability.

OUTLOOK

The Covid-19 pandemic coupled with the ongoing restrictions imposed on business and its activities will continue to have a significant impact on the South African economy, which will take some time to recover and which will impact our trading results. However, with the South African vaccination program now gaining much needed momentum and infection rates hopefully reducing over time, bodes well for our business. We are optimistic that with the various cost saving and efficiency initiatives implemented and a dedicated focus on improving the customer experience, the group will recover and resume delivering strong returns to shareholders. Our online business SunBet as well as Sun Slots are anticipated to continue their strong growth trajectories and are key focus areas for the group.



CONDENSED INTERIM GROUP FINANCIAL STATEMENTS

for the six-month period ended 30 June 2021

Accounting policies

The condensed interim group financial statements are prepared in accordance with the requirements of the JSE Listings Requirements for preliminary financial statements and the requirements of the South African Companies Act, No 71 of 2008, as amended, applicable to condensed interim group financial statements. The condensed interim group financial statements were prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS), SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, Financial Pronouncements as issued by the Financial Reporting Standards Council (FRSC), and to, as a minimum, contain the information required by IAS 34 Interim Financial Reporting. The accounting policies applied in the preparation of the group financial statements from which the condensed interim group financial statements have been derived, are in terms of IFRS and are consistent with those accounting policies applied in the preparation of the previous group financial statements, unless otherwise stated. The unaudited condensed interim group financial statements should be read in conjunction with the audited group financial statements for the year ended 31 December 2020, which have been prepared in accordance with IFRS.

Adjusted EBITDA

Adjusted EBITDA is defined as earnings before interest (which includes gains and losses on foreign exchange transactions), tax, depreciation, and amortisation, and is also presented before recognising expenses which are of an unusual and infrequent nature as a result of unforeseen and atypical events. Examples of adjustments are set out below:

- Profit/loss on disposal of non current assets;
- Impairment of non current assets;
- Income associated with insurance claims;
- Foreign exchange cover profits/losses;
- Restructuring cost; and
- Other unusual and infrequent expenses as a result of a typical events.

Adjusted headline earnings

The adjustments made in determining adjusted EBITDA are either reflected in the headline earnings adjustments required by Circular 1/2021 – Headline earnings, or where not reflected yet in the adjustments prescribed by the Circular or to the extent that it is not reflected in the operating profit, it is adjusted to determine adjusted HEPS.

These items relate mainly to:

- Profit/Loss relating to the extinguishment or modification of debt instruments;
- Interest income on non-operating assets;
- Amortisation on assets identified as part of the purchase price allocation in business combinations (IFRS 3, Business Combinations);
- Remeasurements of put option liabilities; and
- Other unusual and infrequent expenses as a result of atypical events.

Standards implemented

There were no new standards required to be adopted during the current reporting period.



CONDENSED INTERIM GROUP STATEMENT OF COMPREHENSIVE INCOME

for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020*
Continuing operations		
Net gaming wins	3 252	1 940
Revenue	743	542
Income	3 995	2 482
Consumables and services	(409)	(326)
Depreciation and amortisation	(451)	(508)
Employee costs	(875)	(759)
Impairment of assets	–	(1 179)
Levies and VAT on casino income	(752)	(449)
LPM site owners commission [^]	(178)	(88)
Promotional and marketing costs	(164)	(144)
Property and equipment rentals	(12)	(14)
Property costs	(351)	(294)
Other operational costs	(300)	(333)
Operating profit/(loss)	503	(1 612)
Foreign exchange losses	(38)	(87)
IFRS 9 extinguishment adjustment	43	–
Finance income	37	4
Finance expense	(270)	(564)
Fair value adjustment to put option liability	(241)	590
Share of profit of investments accounted for using the equity method	1	2
Profit/(loss) before tax	35	(1 667)
Tax	(83)	528
Loss for the period from continuing operations	(48)	(1 139)
Loss for the period from discontinued operations	(11)	(288)
Loss for the period	(59)	(1 427)

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.

[^] LPM – Limited pay-out machines.

R million	30 June 2021	30 June 2020*
Other comprehensive income:		
<i>Items that may be reclassified to profit or loss</i>		
Gross profit/(loss) on cash flow hedges	36	(172)
Tax on profit/(loss) on cash flow hedges	(10)	48
Foreign currency translation reserve	18	592
Total comprehensive loss for the period	(15)	(959)
Loss for the period attributable to:	(59)	(1 427)
Minorities	21	(299)
Ordinary shareholders	(80)	(1 128)
Total comprehensive loss for the period attributable to:	(15)	(959)
Minorities	39	(54)
Ordinary shareholders	(54)	(905)
Total comprehensive loss attributable to ordinary shareholders arises from:	(54)	(905)
Continuing operations	(50)	(724)
Discontinued operations	(4)	(181)

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



HEADLINE EARNING AND ADJUSTED HEADLINE EARNINGS RECONCILIATION

for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020*
Loss attributable to ordinary shareholders	(80)	(1 128)
Net loss on disposal of property, plant and equipment	17	–
Net profit on derecognition of eSwatini	(12)	–
Impairments of non-financial assets: Sun Dreams	–	12
Impairment of non-financial assets: South Africa	–	1 179
Tax relief on above items	(4)	(330)
Minorities' interests in the above items	(2)	(24)
Headline loss	(81)	(291)
IFRS 9 extinguishment adjustment	(43)	–
Insurance proceeds	(235)	(26)
Restructuring costs	13	(23)
Amortisation of Sun Dreams intangible assets raised as part of PPA	–	50
Fair value adjustment on put option liability	241	(590)
Foreign exchange and net monetary losses**	32	96
Other	(1)	(3)
Tax relief on above items	53	(41)
Minorities' interests in the above items	14	(57)
Adjusted headline loss	(7)	(885)
	Cents per share	Cents per share
Loss per share		
basic	(32)	(894)
diluted	(32)	(894)
Diluted adjusted headline loss per share	(3)	(702)

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.

** Relates to foreign exchange difference on US dollar denominated loans held by the Sun International company and Nigeria.

CONDENSED GROUP STATEMENT OF FINANCIAL POSITION

for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020
ASSETS		
Non current assets		
Property, plant and equipment	9 025	9 636
Intangible assets	914	1 061
Equity accounted investments	31	31
Pension fund asset	9	9
Deferred tax	1 265	815
Trade and other receivables	60	381
	11 304	11 933
Current assets		
Inventory	96	106
Trade and other receivables	1 378	582
Cash and cash equivalents	251	157
	1 725	845
Non current assets held for sale*	89	10 213
Total assets	13 118	22 991
EQUITY AND LIABILITIES		
Capital and reserves		
Ordinary shareholders' equity before put option reserve	2 964	3 003
Put option reserve	(1 286)	(1 286)
Ordinary shareholders' equity	1 678	1 717
Minorities' interests	(266)	1 442
	1 412	3 159
Non current liabilities		
Deferred tax	365	177
Borrowings**	6 504	8 972
Derivative financial instruments	15	88
Put option liability	521	697
Contract liabilities and other liabilities	590	420
	7 995	10 354
Current liabilities		
Borrowings**	1 902	2 872
Trade payables and accruals	1 584	1 203
Derivative financial instruments	79	128
Contract liabilities and other liabilities	112	125
	3 677	4 328
Non current liabilities held for sale*	34	5 150
Total liabilities	11 706	19 832
Total equity and liabilities	13 118	22 991

* Significant movements due to the sale of Sun Dreams.

** Significant movements due to the proceeds received out of the disposal of Sun Dreams and the rights offer.



CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY

for the six-month period ended 30 June 2021

R million	Share capital and premium	Treasury shares and share options	Share based payment reserve	Foreign currency translation reserve	Reserve for non-controlling interests*	Hedging and other reserve	Retained earnings	Ordinary shareholders' equity before put option reserve	Put option reserves	Ordinary shareholders' equity	Minorities' interests	Total equity
Unaudited												
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021												
Balance at 31 December 2020	3 100	(400)	63	48	(3 353)	164	3 379	3 001	(1 286)	1 715	(253)	1 462
Total comprehensive loss for the period	–	–	–	–	–	26	(80)	(54)	–	(54)	39	(15)
Derecognition of eSwatini	–	–	–	–	–	–	–	–	–	–	14	14
Reclassification of share option reserve	–	11	(11)	–	–	–	–	–	–	–	–	–
Employee share schemes	–	–	17	–	–	–	–	17	–	17	–	17
Dividends paid	–	–	–	–	–	–	–	–	–	–	(66)	(66)
Balance at 30 June 2021	3 100	(389)	69	48	(3 353)	190	3 299	2 964	(1 286)	1 678	(266)	1 412
Audited												
FOR THE YEAR ENDED 31 DECEMBER 2020												
Balance at 31 December 2019	1 893	(352)	60	(89)	(3 007)	194	5 208	3 907	(1 286)	2 621	1 614	4 235
Total comprehensive loss for the year	–	–	–	137	–	(30)	(1 829)	(1 722)	–	(1 722)	(280)	(2 002)
Disposal of equity interest in Sun Dreams	–	–	–	–	(346)	–	–	(346)	–	(346)	(1 446)	(1 792)
Treasury shares purchased	–	(61)	–	–	–	–	–	(61)	–	(61)	–	(61)
Reclassification of share option reserve	–	13	(13)	–	–	–	–	–	–	–	–	–
Employee share schemes	–	–	16	–	–	–	–	16	–	16	–	16
Rights offer	1 207	–	–	–	–	–	–	1 207	–	1 207	–	1 207
Dividends paid	–	–	–	–	–	–	–	–	–	–	(141)	(141)
Balance at 31 December 2020	3 100	(400)	63	48	(3 353)	164	3 379	3 001	(1 286)	1 715	(253)	1 462

* Reserve for non controlling interests relates to the premium paid on purchases of minorities' interest and profits and losses on disposals of interests to minorities, where there is no change in control.



CONDENSED GROUP STATEMENT OF CASH FLOW

for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020*
Cash generated/(utilised) by operations before:	569	(475)
Vacation Club timeshare sales	39	40
Cash generated/(utilised) by operations before:	608	(435)
Tax paid	(331)	(54)
Cash flows from operating activities	277	(489)
Purchase of property, plant and equipment	(190)	(242)
Purchase of intangible assets	(12)	(21)
Investment income received	–	1
Disposal of Boardwalk Mall retail centre	26	–
Cash flows from investing activities	(176)	(262)
(Repayment)/drawdown of borrowings	(2)	1 168
Interest paid	(302)	(274)
Dividends paid	(66)	(117)
Repayment of capital lease liabilities	(41)	(15)
Cash flows from financing activities	(411)	762
Effect of exchange rates upon cash and cash equivalents	24	16
Net (decrease)/increase in cash and cash equivalents	(286)	27
Cash and cash equivalents at beginning of the period	538	659
Cash and cash equivalents at end of the period	252	686
Cash held by discontinued operations	(1)	(529)
Cash and cash equivalents at end of the year excluding non current assets held for sale	251	157
Cash flows from discontinued operations	(1)	(100)

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.

SUPPLEMENTARY INFORMATION

for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020*
Number of shares ('000)		
– for basic EPS/HEPS/adjusted HEPS	249 433	126 145
– for diluted EPS/HEPS/adjusted HEPS	249 433	126 145
Loss per share (cents)		
– basic loss per share	(32)	(894)
– headline loss per share	(32)	(231)
– adjusted headline loss per share	(3)	(702)
– diluted basic loss per share	(32)	(894)
– diluted headline loss per share	(32)	(231)
– diluted adjusted headline loss per share	(3)	(702)
Continuing – loss per share (cents)		
– basic loss per share	(30)	(749)
– headline loss per share	(32)	(92)
– adjusted headline loss per share	(2)	(556)
– diluted basic loss per share	(30)	(749)
– diluted headline loss per share	(32)	(92)
– diluted adjusted headline loss per share	(2)	(556)
Discontinued – loss per share (cents)		
– basic loss per share	(2)	(145)
– headline loss per share	–	(139)
– adjusted headline loss per share	(1)	(146)
– diluted basic loss per share	(2)	(145)
– diluted headline loss per share	–	(139)
– diluted adjusted headline loss per share	(1)	(146)

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



SUPPLEMENTARY INFORMATION continued
for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020**
ADJUSTED EBITDA RECONCILIATION		
Operating profit/(loss)	503	(1 612)
Depreciation and amortisation	451	508
Net loss on disposal of property, plant and equipment	17	–
Profit on derecognition of eSwatini	(12)	–
Impairment of assets	–	1 179
Insurance proceeds	(235)	–
Restructuring costs	13	–
Other*	2	(15)
Adjusted EBITDA	739	60
EBITDA margin (%)	20	2

* The consolidation of the Employee Share Trusts are reversed for the adjusted EBITDA reconciliation as the group did not receive the economic benefits of these trusts.

** The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.

R million	30 June 2021	30 June 2020*
TAX RATE RECONCILIATION		
Profit/(loss) before tax before share of associate	36	(1 665)
Share of associates' profits	(1)	(2)
Profit/(loss) before tax	35	(1 667)
Effective tax expense/(credit)	83	(528)
Depreciation on non-qualifying buildings	(8)	(7)
Impairment of assets and fair value adjustments	1	–
Other non-deductible expenditure	(12)	(13)
Fair value adjustment on put option liability	(72)	165
Other exempt income	12	7
Tax incentives	2	4
Tax losses not meeting recognition criteria	(13)	(96)
Withholding tax	–	1
Adjustment for prior year deferred tax	17	–
Tax expense/(credit) at South African corporate tax rate	10	(467)
OTHER METRICS		
Adjusted EBITDA to interest (times)	2.3x	1.9x
Borrowings to adjusted EBITDA (times) excluding IFRS 16	4.4x	5.6x
Net asset value per share (Rand)	5.7	25.0
Capital expenditure (R million)	202	195

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



SEGMENTAL REVIEW

for the six-month period ended 30 June 2021

R million	Income			Adjusted EBITDA			Depreciation and amortisation			Adjusted operating profit/(loss)		
	30 June 2021	%	30 June 2020*	30 June 2021	%	30 June 2020*	30 June 2021	%	30 June 2020*	30 June 2021	%	30 June 2020*
Casino operations	2 328	53	1 525	672	>100	129	(292)	6	(312)	380	>100	(183)
GrandWest	635	46	434	192	>100	80	(61)	–	(61)	131	>100	19
Sibaya	440	49	295	142	>100	63	(26)	16	(31)	116	>100	32
Time Square	481	59	303	128	>100	41	(105)	2	(107)	23	>100	(66)
Carnival City	321	65	195	63	>100	1	(29)	12	(33)	34	>100	(32)
Boardwalk	170	60	106	16	>100	(13)	(22)	24	(29)	(6)	86	(42)
Meropa	100	56	64	25	>100	6	(10)	(11)	(9)	15	>100	(3)
Windmill	72	33	54	17	>100	7	(9)	18	(11)	8	>100	(4)
Flamingo	49	53	32	8	>100	(2)	(7)	13	(8)	1	>100	(10)
Golden Valley	58	53	38	7	>100	(8)	(6)	14	(7)	1	>100	(15)
Naledi Sun	–	(100)	4	–	100	(3)	–	–	–	–	100	(3)
Management companies	141	78	79	74	>100	(43)	(17)	(6)	(16)	57	>100	(59)
Intercompany management fees	(139)	(76)	(79)	–	–	–	–	–	–	–	–	–
Resorts and Hospitality operations	690	21	571	(88)	21	(112)	(106)	24	(139)	(194)	23	(251)
Sun City	442	32	336	(81)	19	(100)	(72)	33	(107)	(153)	26	(207)
Wild Coast Sun	189	72	110	24	>100	(12)	(22)	(10)	(20)	2	>100	(32)
The Table Bay Hotel	37	(61)	96	(14)	<(100)	11	(12)	(50)	(8)	(26)	<(100)	3
The Maslow Sandton	22	(24)	29	(17)	(55)	(11)	–	100	(4)	(17)	(13)	(15)
Alternate Gaming	699	97	354	165	>100	72	(44)	–	(44)	121	>100	28
Sun Slots	608	>100	303	152	>100	56	(43)	–	(43)	109	>100	13
SunBet	91	78	51	13	(19)	16	(1)	–	(1)	12	(20)	15
Total South African continuing operations	3 717	52	2 450	749	>100	89	(442)	11	(495)	307	>100	(406)

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



BORROWINGS BY SUBSIDIARY

for the six-month period ended 30 June 2021

R million	Debt	IFRS 16 Lease Liability	Total Debt	Minority share	Sun Share
South Africa	6 926	850	7 776	1 371	6 405
SunWest	536	113	649	228	421
Carnival City	540	4	544	29	515
Sibaya	282	3	285	27	258
Boardwalk	551	1	552	82	470
Wild Coast Sun	225	41	266	133	133
The Maslow Sandton	174	468	642	–	642
Meropa	42	–	42	12	30
Flamingo	66	8	74	19	55
Windmill	75	2	77	20	57
Golden Valley	(2)	1	(1)	–	(1)
Sun Slots	108	39	147	44	103
Time Square	5 450	–	5 450	777	4 673
Management and corporate	(1 121)	170	(951)	–	(951)
Nigeria	630	–	630	319	311
Shareholder loans	971	–	971	492	479
Sun International intercompany debt	(341)	–	(341)	(173)	(168)
Total debt as at 30 June 2021	7 556	850	8 406	1 690	6 716

CAPITAL EXPENDITURE

for the six-month period ended 30 June 2021

R million	30 June 2021	30 June 2020*
South Africa		
Refurbishment and ongoing		
Sun City	42	37
GrandWest	5	28
Sun Slots	53	8
Sibaya	34	30
Carnival City	15	13
Wild Coast Sun	3	6
Boardwalk	3	1
Time Square	7	24
SunBet	2	6
Other	37	38
Total South Africa	201	191
Nigeria	1	4
Total group capital expenditure	202	195

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



ADDITIONAL INFORMATION

for the six-month period ended 30 June 2021

DIVIDENDS

The board has decided not to declare a dividend for the interim period ended 30 June 2021.

GOING CONCERN

The directors considered the going concern status of the group taking into account the current financial position of the group and the best estimate of the cash flow forecasts given the ongoing effects of the Covid-19 pandemic. The cash flow and liquidity projections for the group, including sensitivity analysis have been prepared for a period exceeding 12 months from the reporting date. After considering the above factors, including the discussions with lenders, the group considers the going concern method to be appropriate for the presentation of the interim financial report and statements.

CHANGES TO THE BOARD OF DIRECTORS, APPOINTMENTS TO COMMITTEES AND CHANGES TO IMPORTANT FUNCTIONS OF DIRECTORS

On Wednesday, 16 June 2021 our esteemed non-executive chairman Dr Jabu Mabuza, passed away. Jabu who was appointed as Sun International's chairman in May 2019, also chaired the company's nomination committee and was a member of its remuneration and investment committees. Jabu was a well-respected business leader who left an indelible mark on all who came into contact with him. Jabu will be sorely missed by all at Sun International.

Appointments

During the period under review, Mr Nigel Payne was appointed as an independent non-executive director of Sun International with effect from 11 May 2021.

Following the tragic passing of Dr Jabu Mabuza, Mr Sam Sithole was appointed as the new non-executive chairman of the company with effect from 2 July 2021. Sam, who was first appointed to the board of Sun International on 20 June 2018, is the chief executive officer and co-founder of Value Capital Partners, a material shareholder of the company.

In addition to the appointments of Mr Nigel Payne as an independent non-executive director of Sun International and Mr Sithole as the new non-executive chairman of Sun International, the following new appointments were made to the various board and statutory committees of the company, with effect from 2 July 2021:

- Mr S Sithole – chairman of the Sun International nomination committee;
- Ms SN Mabaso-Koyana – chairman of the Sun International remuneration committee, to replace Mr Sithole who resigns as this committee's chairman. Sindi has also been appointed as an additional member of the audit committee;
- Ms CA Henry – Member of the Sun International nomination committee; and
- Mr TR Ngara – Member of the Sun International risk and investment committees.



ADDITIONAL INFORMATION continued for the six-month period ended 30 June 2021

SECONDARY LISTING ON A2X

Sun International notified shareholders that its ordinary shares commenced trading on A2X with effect from Monday, 12 April 2021. The Company will retain its listing on the Johannesburg Stock Exchange and its issued share capital will be unaffected by the secondary listing on A2X.

A2X is a licensed stock exchange authorised to provide a secondary listing venue for companies and is regulated by the Financial Sector Conduct Authority and Prudential Authority, South African Reserve Bank in South Africa in terms of the Financial Markets Act 19 of 2012.

APPROVAL OF THE INTERIM GROUP FINANCIAL RESULTS

The unaudited interim group financial results were prepared under the supervision of the chief financial officer, N Basthdaw BCompt (Hons), CTA, CA(SA), MCom, HDip Company Law and approved by the board of directors on 27 August 2021.

For and on behalf of the board

S Sithole	AM Leeming	N Basthdaw
Chairman	Chief Executive	Chief Financial Officer

REGISTERED OFFICE

6 Sandown Valley Crescent, Sandown, Sandton, 2196

SPONSOR

Investec Bank Limited

TRANSFER SECRETARIES

JSE Investor Services (Pty) Ltd (formerly Link Market Services South Africa (Pty) Ltd)
13th Floor, 19 Ameshoff Street, Braamfontein, 2000

DIRECTORS

S Sithole (Chairman), GW Dempster (Lead Independent Director), AM Leeming (Chief Executive)*, PD Bacon (British), N Basthdaw (Chief Financial Officer)*, EAMMG Cibie (Chilean), S Mabaso-Koyana, CM Henry, BLM Makgabo-Fiskerstrand, TR Ngara, NT Payne (British), ZP Zatu.

* Executive

GROUP COMPANY SECRETARY

AG Johnston
27 August 2021




SEGMENTAL INCOME ANALYSIS

for the six-month period ended 30 June 2021

R million	NET GAMING WINS								REVENUE FROM CONTRACTS WITH CUSTOMERS									
	Net gaming wins		Slots		Tables		Alternate Gaming		Total revenue		Rooms		Food and Beverage		Other		Total income	
	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*	30 June 2021	30 June 2020*
Continuing operations																		
Casino operations	2 200	1 404	1 871	1 131	329	273	–	–	313	121	23	24	67	68	223	29	2 513	1 525
GrandWest	614	416	557	355	57	61	–	–	71	18	–	1	9	9	62	8	685	434
Sibaya	428	279	349	206	79	73	–	–	62	16	2	3	7	10	53	3	490	295
Time Square	443	270	342	198	101	72	–	–	88	33	8	7	20	19	60	7	531	303
Carnival City	307	181	259	140	48	41	–	–	64	14	2	2	7	9	55	3	371	195
Boardwalk	151	85	127	78	24	7	–	–	19	21	6	7	10	9	3	5	170	106
Meropa	91	57	81	49	10	8	–	–	9	7	2	2	7	5	–	–	100	64
Windmill	69	51	64	42	5	9	–	–	3	3	–	–	2	2	1	1	72	54
Flamingo	46	29	44	28	2	1	–	–	3	3	–	–	2	2	1	1	49	32
Golden Valley	51	33	48	32	3	1	–	–	7	5	3	2	3	3	1	–	58	38
Naledi Sun	–	3	–	3	–	–	–	–	–	1	–	–	–	–	–	1	–	4
Management companies	–	–	–	–	–	–	–	–	126	79	–	–	–	–	126	79	126	79
Intercompany management fees	–	–	–	–	–	–	–	–	(139)	(79)	–	–	–	–	(139)	(79)	(139)	(79)
Resorts and Hospitality operations	328	171	281	145	47	26	–	–	412	400	142	192	111	109	159	99	740	571
Sun City	177	85	145	71	32	14	–	–	315	251	94	93	76	68	145	90	492	336
Wild Coast Sun	151	86	136	74	15	12	–	–	38	24	12	9	15	9	11	6	189	110
The Table Bay Hotel	–	–	–	–	–	–	–	–	37	96	24	74	11	20	2	2	37	96
The Maslow Sandton	–	–	–	–	–	–	–	–	22	29	12	16	9	12	1	1	22	29
Alternate Gaming	699	354	–	–	–	–	699	354	–	–	–	–	–	–	–	–	699	354
Sun Slots	608	303	–	–	–	–	608	303	–	–	–	–	–	–	–	–	608	303
SunBet	91	51	–	–	–	–	91	51	–	–	–	–	–	–	–	–	91	51
Total South Africa	3 227	1 929	2 152	1 276	376	299	699	354	725	521	165	216	178	177	382	128	3 952	2 450
Nigeria	25	11	22	9	3	2	–	–	18	21	9	11	7	9	2	1	43	32
Total group continuing operations	3 252	1 940	2 174	1 285	379	301	699	354	743	542	174	227	185	186	384	129	3 995	2 482

* The prior year comparable financial information was restated as per required IFRS 5 disclosure. eSwatini and Carousel operations are disclosed as discontinued operations in line with IFRS 5 requirements in the current reporting period. This requires the comparable period to be restated by excluding the discontinued operations.



SUN INTERNATIONAL LIMITED
(Incorporated in the
Republic of South Africa) Registration
number: 1967/007528/06
Share code: SUI ISIN:
ZAE 000097580
LEI: 378900835F180983C60
("Sun International" or
"the company")

www.suninternational.com