

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 "company" or "group")

Unaudited interim group consolidated financial results and interim dividend declaration  
for the six-month period ended 30 June 2022

#### Key highlights

GROUP INCOME  
up 37%  
to R5.2 billion

GROUP BASIC EARNINGS  
up >100%  
to 94 cents per share

GROUP HEADLINE EARNINGS  
up >100%  
to 93 cents per share

GROUP ADJUSTED HEADLINE EARNINGS  
up >100%  
to 177 cents per share

INTERIM DIVIDEND DECLARED  
88 cents per share  
First dividend payment since 2016

#### Introduction

Sun International achieved exceptional results for the six-month period ended 30 June 2022 with income up 37% from the prior comparative period to R5.2 billion.

Sustainable cost savings contributed to the adjusted EBITDA being up by 99% to R1.5 billion. Adjusted headline earnings improved from a loss of R7 million to an earnings of R438 million, equivalent to adjusted headline earnings of 177 cents per share from a loss of 3 cents per share, in the prior comparative period.

These results were achieved despite a trading environment which was impacted by the ongoing effects of the Covid-19 (pandemic), power outages, increasing fuel prices, high inflation and international supply chain disruptions.

Gaming income from casinos, Sun Slots and SunBet, which make up 82% of group income, showed a significant recovery with income up 30%. The group was able to successfully defend and grow market share in most provinces, while income generated from Sun Slots recovered to exceed pre-pandemic levels. SunBet generated record income during the period under review and is well on its way to achieving its aggressive growth targets for this business.

As a result of substantial sustainable savings in the group's cost structure, the South African operation's adjusted EBITDA margin improved from 26.8% in 2019 to 29.1% during the period under review.

The group is in a strong financial position with South African debt (excluding IFRS 16 lease liabilities) having reduced to R5.9 billion from the R6.4 billion at 31 December 2021. The debt to adjusted EBITDA, based on the last six months results annualised, is below 2 times. As a result of the significantly stronger financial position and the strong cash generation, the board has resolved to resume dividend payments, and has declared a gross interim cash dividend of 88 cents per share (70.4 cents net after deducting withholding tax), representing a dividend cover of 2 times on an adjusted headline earnings per share of 177 cents per share.

#### Financial overview

R million	30 June 2022	%	30 June 2021
Income	5 168	37	3 760
Adjusted EBITDA	1 474	99	739
Depreciation and amortisation	(441)	2	(451)
Adjusted operating profit	1 033	>100	288
Foreign exchange losses	(4)	33	(6)
Net interest	(229)	2	(233)
Adjusted profit before tax	800	>100	49
Tax	(243)	<(100)	(32)
Adjusted profit after tax	557	>100	17
Minorities	(119)	<(100)	(22)
Adjusted attributable profit/(loss)	438	>100	(5)
Share of associates	-	(100)	1
Continuing adjusted headline earnings/(loss)	438	>100	(4)
Discontinued headline loss	-	100	(3)
Group adjusted headline earnings/(loss)	438	>100	(7)
Group headline earnings/(loss)	231	>100	(81)
Group basic headline earnings/(loss)	232	>100	(80)
Adjusted headline earnings/(loss) cents per share	177	>100	(3)
Headline earnings/(loss) cents per share	93	>100	(32)
Basic earnings/(loss) cents per share	94	>100	(32)
Gross dividend cents per share	88	100	-

## Interim dividend declaration

Notice is hereby given that a gross interim cash dividend of 88 cents per share (70.4 cents net after deducting withholding tax) for the six-month period ended 30 June 2022 has been declared, payable to shareholders recorded in the register of the company at the close of business on the record date appearing below. The company did not declare an interim dividend in the prior comparative period. The dividend has been declared from reserves and therefore does not constitute a distribution of 'contributed tax capital' as defined in the Income Tax Act, 58 of 1962. A dividend withholding tax of 20% will be applicable to all shareholders who are not exempt.

The issued share capital at the declaration date is 263 905 660 ordinary shares including treasury shares. The salient dates for the dividend will be as follows:

Declaration date	Monday, 29 August 2022
Last day to trade cum dividend	Tuesday, 13 September 2022
Shares commence trading 'ex' dividend	Wednesday, 14 September 2022
Record date	Friday, 16 September 2022
Payment date	Monday, 19 September 2022

Share certificates may not be dematerialised or rematerialised between Wednesday, 14 September 2022 and Friday, 16 September 2022, both days inclusive. Ordinary shareholders who hold dematerialised shares will have their accounts at their CSDP or broker credited or updated on Monday, 19 September 2022. Where applicable, dividends in respect of certificated shares will be transferred electronically to shareholders' bank accounts on the payment date. Where the transfer secretaries do not have the banking details of any certificated shareholders, the cash dividend will be held in trust by the transfer secretaries pending receipt of the relevant certificated shareholder's banking details after which the cash dividend will be paid via electronic transfer into the personal bank account of the certificated shareholder.

Sun International's tax reference number is 9875/186/71/1.

## Outlook

Our operations improved significantly during the first six months of 2022, due to the last pandemic related restrictions having been lifted and we anticipate that this trend will continue for the remainder of the year. Our overall July 2022 income was in line with 2019 and ahead of the run rate achieved in the first six months. With our ongoing focus on costs and efficiencies, we anticipate a significant improvement in the second half of the year compared to the prior comparative period and consequently strong growth in adjusted EBITDA and earnings per share.

We anticipate that SunBet will continue with its strong income growth which will be aided by the introduction of the recently launched slots offering. Our omni-channel offering with Sun International's premium hotel and casino portfolio and integrated MVG programme will also assist in increasing our share of the online gaming market.

## Further information

This short-form announcement is the responsibility of the directors and is only a summary of the information contained in the full announcement. Any investment decision should be based on the full announcement published on Sun International's website and on the SENS link below. Only the short form announcement will be available on SENS. The full announcement will be available on the link [www.suninternational.com/investors](http://www.suninternational.com/investors) or through this link <https://senspdf.jse.co.za/documents/2022/jse/isse/SUI/HY2022.pdf>

These unaudited interim group consolidated financial statements have not been reviewed or audited by Deloitte, the group's statutory external auditor. The company's external auditor has not reviewed or reported on any forecasts included in these unaudited interim group consolidated financial statements. The unaudited interim group consolidated financial statements are available for inspection at the company's registered office and also available on Sun International's website at [www.suninternational.com/investors](http://www.suninternational.com/investors).

[www.suninternational.com](http://www.suninternational.com)

Sponsor: Investec Bank Limited

29 August 2022