

NAIADE RESORTS

Naiade Resorts Ltd and its Subsidiaries.

Financial Results

The group audited results for the year ended 31 December 2005 are as follows:

Group Income Statement (Abridged)	Quarter to 31 December		Year ended 31 December	
	2005 Rs 000	2004 Rs 000	2005 Rs 000 (Audited)	2004 Rs 000 (Audited)
Turnover	551,319	460,950	1,580,454	1,330,133
Profit before depreciation and finance costs	228,359	197,479	526,739	460,440
Depreciation and amortisation	(30,861)	(21,275)	(110,860)	(103,989)
Operating profit	197,498	176,204	415,879	356,451
Finance costs net of gain on exchange	(4,083)	31,004	(27,772)	(14,148)
Profit before taxation	193,415	207,208	388,107	342,303
Taxation	(22,659)	(26,773)	(49,102)	(43,896)
Profit after taxation	170,756	180,435	339,005	298,407
Minority interests	(4,177)	(5,717)	(4,177)	(17,150)
Profit attributable to the group	166,579	174,718	334,828	281,257
Earnings per share- Rs:	1.93	2.34	3.88	3.62

Group Balance Sheet (Abridged)	31 December 2005 Rs 000 (Audited)	31 December 2004 Rs 000 (Audited)
Assets		
Non current assets		
Property, plant & equipment	2,190,772	2,198,505
Intangible assets	1,041,667	307,279
Investment in securities	20,255	22,779
Deferred tax assets	4,907	5,493
	3,257,601	2,534,056
Current assets	600,791	475,374
Total assets	3,858,392	3,009,430
Equity & Liabilities		
Shareholders' interest	1,783,816	1,606,774
Minority interests	118,177	-
Non-current liabilities	978,234	780,486
Deferred Tax Liabilities	167,124	136,603
Current liabilities	811,041	485,567
Total equity and liabilities	3,858,392	3,009,430
Net Assets per Share (Rs.)	20.68	18.63

Group Cash Flow Statement (Abridged)	31 December 2005 Rs 000 (Audited)	31 December 2004 Rs 000 (Audited)
Net cash generated from operations	432,538	497,198
Net cash used in investing activities	(663,225)	(74,387)
Net cash from financing activities	224,218	(244,775)
Net (decrease)/ increase in cash & cash equivalents	(6,469)	178,036
Cash and bank balance		
At beginning of period	(56,550)	(234,586)
At end of period	(63,019)	(56,550)

Statement of Changes in Equity (Abridged)	31 December 2005 Rs 000 (Audited)	31 December 2004 Rs 000 (Audited)
At beginning of period	1,606,774	1,164,915
Issue of shares	-	115,089
Net Profit	334,828	281,257
Movement on Reserves	(2,524)	150,196
Dividends	(155,262)	(104,683)
At end of period	1,783,816	1,606,774

Notes to the above:

The results for the year are audited and have been prepared in compliance with the revised IAS and new IFRS which are applicable from 1st January, 2005.

The movement in intangible assets, minority interests and cash used in investing activities are mainly due to the acquisition of White Sands Resorts and Spa in Maldives.

Comments and results

Total revenue for the quarter amounted to Rs 551 million and Rs 1,580 million for the year 2005. Operating profit for the quarter was Rs 197 million compared to Rs 176 million last year, an increase of 12%. For the year operating profit reached Rs 416 million up by 17% as last year.

The profit attributable to the Group has grown from Rs 281 million in 2004 to Rs 335 million this year, representing an increase of 19%.

Dividend

The Directors have declared and paid a final dividend of Rs 1.20 in December bringing the total dividend paid to Rs 1.80 per share (2004: Rs 1.40 per share).

Outlook

After a very good start in 2006 where tourists arrivals for January and February were higher by 18% and 15% compared to corresponding months last year, cancellations have been noted during the month of March, April and May due to Chikungunya. However at time of writing, the rate of cancellation has reduced considerably. The Board is confident, that with the number of initiatives taken by all stakeholders and proper communication between the hoteliers and the travel trade, the bookings should start

reverting back to normal by July together with the holidays in Europe. Should normal trading conditions prevail until the end of the year and the growth of 10% estimated by the authorities achieved, the Group should again show an increase in earnings in 2006.

Projects

Naiade Resorts Ltd took over White Sands Resort & Spa in Maldives on November 8, 2005. Since acquisition, the hotel has been performing near to full occupancy and once the hotel is extended and redeveloped, White Sands will be one of the best performing hotels within the Group.

As regards to Desroches Island Resort, we are actually working on the redevelopment plan whereby fifty six additional rooms will be built. Once the redevelopment is completed, Desroches should generate good return.

Other projects are also in the pipeline both in Mauritius and in the region.

By order of the Board

Poseidon Limitée
Secretary
27 March 2006

*This notice is issued pursuant to Listing Rule 12.20
The Board of Directors of Naiade Resorts Ltd accepts full responsibility for the accuracy of the information contained in this report.*

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