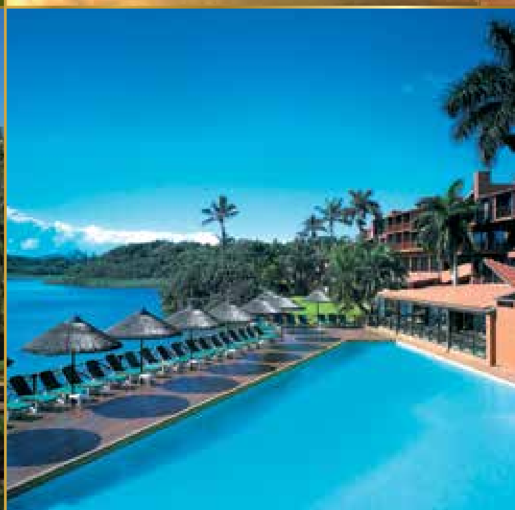
Condensed Results and Highlights

for the year ended 31 December 2014





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PEERMONT

HOTELS CASINOS RESORTS

www.peermont.com

DATE: 30 March 2015

PEERMONT GLOBAL PROPRIETARY LIMITED
Registration number 2006/006340/07 • www.peermont.com

This document contains a high-level summary of the consolidated quarterly and annual results of Peermont Global Proprietary Limited ("Peermont") and its subsidiaries ("the Peermont group" or "the group") which is made available for information purposes only and should not be utilised to make any investment or other decisions relating to the group. The complete results report has been made available to those persons entitled to it.

The Peermont group includes all of the operational entities of Peermont Holdings Proprietary Limited and its subsidiaries ("the Peermont Holdings group").

We define EBITDA as earnings before interest, taxation, depreciation, amortisation, charges relating to the management long-term incentive programme and other non-cash items. EBITDAR is EBITDA before rental payments. Non-recurring transaction costs are excluded from EBITDA/R. We believe that EBITDA/R serves as a useful supplementary financial indicator to investors, since it is commonly reported and widely accepted by analysts and investors in measuring a company's/group's ability to service its long-term debt and other fixed obligations and to fund its continued growth. Further, EBITDA/R is a widely accepted indicator in comparing a company's/group's underlying operating profitability with that of other companies/groups in the same industry. EBITDA/R is not an IFRS measure and you should not consider EBITDA/R as an alternative to measures of net profit/(loss) or indicators of operating performance, as measures of cash flow from operations or as indicators of liquidity under IFRS. Funds depicted by this measure may not be available for our discretionary use (due to covenant restrictions, debt service payments and other commitments). You should note that EBITDA/R is not a uniform or standardised measure and the calculation of EBITDA/R, accordingly, may vary significantly from entity to entity, and by itself our presentation and calculation of EBITDA/R may not be comparable to that of other companies/groups.

The quarter and half year ended 31 December

	Three months ended 31 December			Six months ended 31 December		
	2014 R'm	% change	2013 R'm	**2014 R'm**	% change	2013 R'm
Revenue	**887,7**	8,0	821,8	**1 742,4**	9,4	1 593,1
EBITDA	**348,1**	14,2	304,9	**675,6**	13,9	593,1
EBITDAR	**354,5**	13,6	312,0	**689,3**	13,5	607,4
EBITDA margin	**39,2%**		37,1%	**38,8%**		37,2%
EBITDAR margin	**39,9%**		38,0%	**39,6%**		38,1%

Overview

The final quarter of 2014 saw a superb performance by Emperors Palace with strong gaming revenues generated in the period as well as increased hotel and resort revenue. The hotel and resort revenue was boosted by the opening of additional conferencing facilities at the resort.

Group revenue for the fourth quarter of 2014 increased by 8,0% as compared to the same period in the prior year from R821,8 million to R887,7 million. While growth in gaming revenue at the majority of our casinos was relatively disappointing, Emperors Palace experienced a successful quarter with a significant boost to tables revenue from local and foreign top end players. As a result, overall gaming revenue for the group increased by 9,7% to R692,2 million. Growth in casino main floor revenues in South Africa remains sluggish. While it is difficult to ascribe this to any one reason, we believe that factors such as pressure on consumer disposable income, low levels of consumer confidence, the spread of illegal gambling operations, and the continued proliferation of alternative forms of gambling have impacted on main floor casino revenues. We continue to focus on local and foreign top end players in order to maximise our overall growth in these challenging market conditions.

Hotel and resort revenue for the group increased by 2,5% to R195,5 million. While there is increased pressure on corporate and government spend, the lower growth is mainly due to continued pressure at our Botswana properties where there is currently an oversupply of hotel rooms.

Group cash costs increased by 4,0% from R520,8 million to R541,7 million for the three months to December 2014, driven largely by VAT and gaming levies on the increased gross gaming revenues, partially offset by savings in promotions and marketing spend at Emperors Palace. EBITDA increased by 14,2% from R304,9 million to R348,1 million in 2014, largely on account of the increased revenues and cost savings at Emperors Palace.

While Emperors Palace revenue increased by 14,3% and EBITDA increased by 28,3%, the balance of group operations reported an overall decline of 2,2% in revenue and 5,0% in EBITDA for the quarter.

The overall performance for the second half of 2014 was encouraging with growth in overall revenue of 9,4% from R1 593,1 million to R1 742,4 million. Gaming revenue increased by 10,4% to R1 352,1 million for the six months while hotel and resort revenue increased by 5,9% for the period. Cash costs were well controlled considering the growth in revenue and increased by 6,4%. As a result, EBITDA for the six months at R675,6 million increased by 13,9% as compared to the same period in the prior year.

Highlights for the half year ended 31 December 2014

REVENUE	EBITDA	EBITDAR
R1 742,4 million	**R675,6 million**	**R689,3 million**
+9,4%	**+13,9%**	**+13,5%**

The year ended 31 December	2014 R'm	% change	2013 R'm
Revenue	**3 252,9**	5,7	3 078,6
Cash costs	**2 060,4**	(6,0)	1 943,8
Adjusted operating profit	**922,8**	5,7	872,9
EBITDA	**1 205,3**	5,5	1 142,5
EBITDAR	**1 234,3**	5,4	1 170,8
EBITDA margin	**37,1%**		37,1%
EBITDAR margin	**37,9%**		38,0%

Overview

The completion of the Group Capital Restructure in April 2014 enabled the group to place more focus on growth opportunities. The construction of our new Thaba Moshate Hotel Casino and Convention Resort in Burgersfort has now been completed and the resort will be opened for business in April 2015. In addition, Peermont has entered into a management contract for the President Walmont Hotel and Bingu wa Mutharika International Convention Centre in Umodzi Park in Lilongwe, Malawi, where final development activity is nearing completion, and we expect to commence trading in the near future.

Although our properties are facing challenging market conditions, Emperors Palace delivered a good performance for the year which resulted in overall revenue and EBITDA growth for the group. We are constantly monitoring the market conditions at our various locations and adapting our offerings in order to maximise the potential of each property.

For the year ended 31 December 2014, group revenue increased by 5,7% from R3 078,6 million to R3 252,9 million. Gaming revenue increased by 6,0% to R2 525,2 million while hotel and resort revenue increased by 4,6% to R727,7 million. As previously reported, gaming revenue growth was driven by local and foreign top end players in both the tables and slots departments. The increased conference venue capacity at Emperors Palace resulted in higher food and beverage revenues, thus increasing hotel and resort revenue for the year.

Cash costs were well managed overall and increased by 6,0%, driven largely by an investment in complimentary costs flowing from our focus on top end play as well as higher VAT and gaming levies on the increased gross gaming revenue. EBITDA increased by 5,5% from R1 142,5 million to R1 205,3 million.

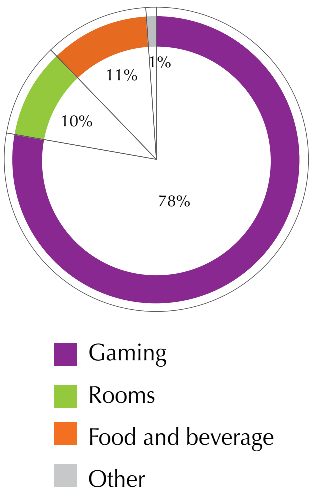
Emperors Palace achieved overall revenue growth of 9,0% for the 2014 year. Gaming revenue at Emperors Palace increased by 8,9% and the resort's market share for the year to date was 25,6%, an improvement from the 24,6% achieved in the prior year. The growth in revenue at Emperors Palace translated into an 11,1% increase in EBITDA at the resort from R678,4 million to R754,0 million (post management fees). The revenues at the balance of our operations were largely flat on the prior year. Due to normal cost increases, as well as certain provisions raised for certain slow paying government-related debtors, EBITDA was 2,8% lower than the prior year for these smaller operations.

Highlights for the year ended 31 December 2014

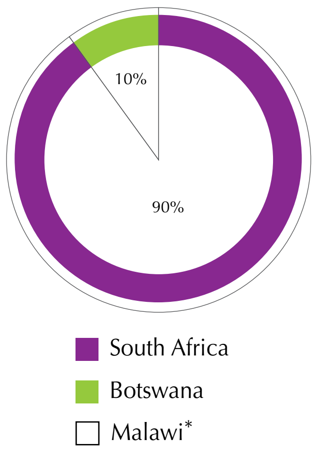
REVENUE	EBITDA	EBITDAR
R3 252,9 million	**R1 205,3 million**	**R1 234,3 million**
+5,7%	**+5,5%**	**+5,4%**

Snapshot of financial performance

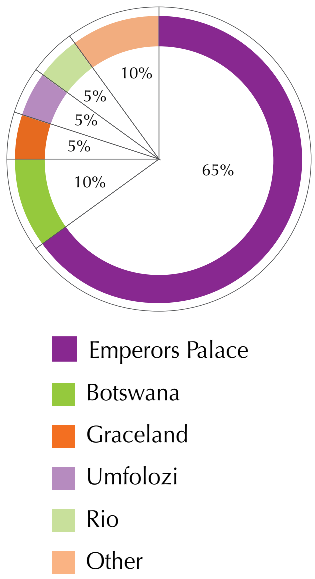
Revenue by source



Revenue by country



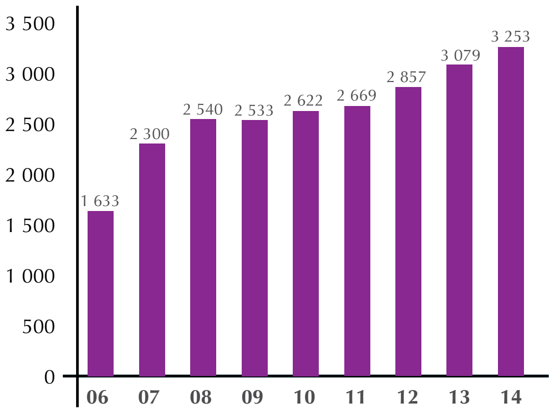
Revenue by property



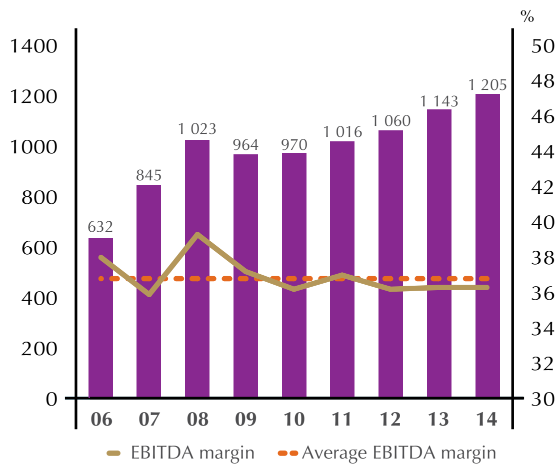
** Less than 1%.*

Summary of revenue and EBITDA performance history

Revenue (R'm)



EBITDA (R'm) and EBITDA margin (%)



CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 December

	Group	
	2014 R'm	2013 R'm
Cash inflows from operating activities	**1 260,0**	1 108,7
Finance income received	**29,7**	33,0
Finance expenses paid	**(550,8)**	(824,0)
Taxation paid	**(72,0)**	(27,9)
Net cash inflows from operating activities	**666,9**	289,8
Cash outflows from investing activities	**(373,8)**	(218,0)
Replacement of property, plant and equipment to maintain operations	**(172,9)**	(180,6)
Acquisition of property, plant and equipment to expand operations	**(252,8)**	(20,1)
Replacement of intangible assets to maintain operations	**(7,9)**	(23,6)
Proceeds on disposal of property, plant and equipment	**2,0**	5,7
Proceeds on disposal of asset held for sale	**54,9**	—
Redemption of investment in preference shares	**2,5**	—
Enterprise development loans receivable repaid	**0,4**	0,6
Cash outflows from financing activities	**(86,5)**	(39,2)
Interest-bearing long-term borrowings raised	**5 225,0**	—
SSNs and deferred currency hedging loan repaid	**(4 972,1)**	—
Transaction costs paid	**(190,1)**	—
Capital repayments on senior debt	**(97,5)**	—
Other interest-bearing long-term borrowings repaid	**(28,8)**	(8,5)
Dividends paid to non-controlling interests	**(18,9)**	(14,3)
Decrease in non-current amounts due to related parties	**(4,1)**	(5,1)
Redemption of PGB preference shares – non-controlling interest	**—**	(11,3)
Net increase in cash and cash equivalents	**206,6**	32,6
Cash and cash equivalents at beginning of the year	**89,6**	54,4
Effect of exchange rate fluctuations on cash held	**0,2**	2,6
Cash and cash equivalents at end of the year	**296,4**	89,6

Cash inflows from operating activities

Cash inflows from operating activities for the period were R1 260,0 million compared to R1 108,7 million for the year ended 31 December 2013. The increase in cash inflows resulted largely from the increase in EBITDA of R62,8 million and increased accruals raised.

Finance expenses paid

Interest payments on the new senior debt amounted to R296,3 million. Payments made relating to the interest rate hedges amounted to R23,8 million. The total also includes interest paid prior to the restructure consisting of hedged interest on the senior secured notes ("SSNs") of R177,2 million (2013: R725,0 million) and interest on the deferred currency hedging loan of R31,7 million (2013: R60,2 million). There has been a significant decrease in finance expenses paid as a result of the restructure of the debt in April 2014.

Cash outflows from investing activities

Net cash flows from investing activities for 2014 were R373,8 million. This included R224,3 million relating to construction of the Thaba Moshate Casino Resort in Burgersfort; R28,5 million on the expansion of the conference centre at Emperors Palace; R80,0 million spent on slots replacement throughout the group; R6,0 million on the refurbishment of the Theatre of Marcellus at Emperors Palace; and other refurbishment and replacement capital expenditure. The cost of the construction of Thaba Moshate is expected to be approximately R325 million and is being funded entirely out of cash generated by operations.

Cash outflows from financing activities

Net cash outflows from financing activities for the period amounted to R86,5 million. The cash flows resulting from the capital restructure and debt refinance included an inflow of R5 225,0 million new debt raised, an outflow of R4 972,1 million to settle the SSNs, related currency hedges and the deferred currency hedging loan, as well as an amount of R190,1 million relating to transaction costs paid. Other items mainly included capital repayments on the new senior debt of R97,5 million; the repayment of the mortgage bond over the previous head office property and other scheduled redemption of debt by group companies of R28,8 million; and dividends paid to non-controlling shareholders of R18,9 million.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 31 December

	2014 R'm	2013 R'm
Assets		
Total non-current assets	**8 888,9**	8 711,3
Property, plant and equipment	**4 213,2**	4 077,9
Intangible assets	**4 616,3**	4 619,9
Investments	**51,5**	3,8
Loans and receivables	**—**	0,4
Deferred taxation assets	**7,9**	9,3
Total current assets	**480,2**	2 055,5
Non-current asset held for sale	**20,6**	36,6
Inventories	**66,7**	60,3
Trade and other receivables	**88,1**	157,3
Amounts due by related parties	**2,7**	59,5
Loans and receivables	**0,3**	0,4
Current portion of derivative instruments	**—**	1 558,7
Taxation receivable	**5,4**	4,1
Cash and cash equivalents	**296,4**	178,6
Total assets	**9 369,1**	10 766,8
Equity and liabilities		
Equity		
Capital and reserves	**2 744,8**	(2 598,8)
Non-controlling interests	**123,3**	59,9
Total equity	**2 868,1**	(2 538,9)
Total non-current liabilities	**5 831,4**	6 688,2
Interest-bearing long-term borrowings	**5 019,3**	6 466,7
Derivative instruments	**21,9**	3,2
Amounts due to related parties	**53,9**	21,9
Deferred taxation liabilities	**736,3**	196,4
Total current liabilities	**669,6**	6 617,5
Trade and other payables	**460,8**	381,1
Current portion of interest-bearing long-term borrowings	**163,6**	6 099,3
Current portion of derivative instruments	**8,8**	27,6
Amounts due to related parties	**35,3**	19,6
Bank overdraft	**—**	89,0
Taxation payable	**1,1**	0,9
Total equity and liabilities	**9 369,1**	10 766,8

Group Capital Restructure

On 30 April 2014, Peermont completed its recapitalisation and refinancing which significantly deleveraged its balance sheet, thus significantly reducing its debt funding costs. The most significant effects were:

- New Rand denominated debt of R5 225 million facilitated the repayment of €416 million SSNs as well as the deferred currency hedging loan.
- This debt package comprised a R4 100 million local six year senior debt finance package provided by South African banks, supplemented by a R1 125 million six-and-a-half year Rand denominated mezzanine debt package provided by some of Peermont's existing stakeholders.
- The Rand denomination of the new debt eliminated expensive foreign currency hedging.
- Debt levels were further reduced by replacing the Payment-In-Kind Notes Loan at its face value of approximately R2 456 million with equity preference shares in the Peermont Holdings group and by replacing the deeply subordinated Payment-In-Kind Equity Loan of about R3 911 million with ordinary shares amounting to c. 71% of the Peermont Holdings group's equity.

Financial Position Highlights

The group's financial position was substantially improved after the recapitalisation and refinancing:

- Interest-bearing long-term borrowings reduced from a hedged c. R11 007 million at 31 December 2013 to R5 183 million at 31 December 2014.
- Capital and reserves of R2 745 million at 31 December 2014 compare to a negative R2 599 million at 31 December 2013.

Sun International Transaction

On 21 March 2015 Sun International Limited announced that an agreement had been concluded with the holders of the ordinary shares, preference shares and mezzanine debt in the Peermont Holdings group, in terms of which Sun International Limited, through its wholly owned subsidiary Sun International (South Africa) Limited, will acquire 100% of the Peermont Holdings group. For more detailed information refer to the Sun International SENS announcement.

THABA MOSHATE