

# NOTES TO THE GROUP FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDED 31 DECEMBER 2018

## 1. SEGMENTAL INCOME ANALYSIS

	NET GAMING WINS								REVENUE FROM CONTRACTS WITH CUSTOMERS									
	Total net gaming wins		Tables		Slots		Alternative gaming income		Total Revenue		Rooms		Food and beverage		Other		Total income	
	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm
<b>South African operations</b>	<b>8 878</b>	8 520	<b>1 457</b>	1 343	<b>6 182</b>	6 068	<b>1 239</b>	1 109	<b>2 925</b>	2 910	<b>990</b>	976	<b>903</b>	921	<b>1 032</b>	1 013	<b>11 803</b>	11 430
GrandWest	2 121	2 066	347	327	1 774	1 739	–	–	93	89	2	2	62	61	29	26	2 214	2 155
Sun City	512	577	113	127	399	450	–	–	1 160	1 154	495	498	363	388	302	268	1 672	1 731
Sibaya	1 199	1 183	292	289	907	894	–	–	90	86	18	14	65	62	7	10	1 289	1 269
Time Square	1 096	744	314	223	782	521	–	–	151	83	25	–	96	66	30	17	1 247	827
Carnival City	891	901	163	162	728	739	–	–	70	79	5	6	46	50	19	23	961	980
Boardwalk	439	452	52	48	387	404	–	–	93	100	38	36	41	50	14	14	532	552
Wild Coast Sun	387	373	68	52	319	321	–	–	111	108	39	39	40	37	32	32	498	481
Carousel	144	225	11	19	133	206	–	–	19	21	5	6	–	–	14	15	163	246
Meropa	271	275	32	29	239	246	–	–	37	27	10	4	26	21	1	2	308	302
Table Bay	–	–	–	–	–	–	–	–	341	354	263	270	70	76	8	8	341	354
Windmill	260	243	45	45	215	198	–	–	13	12	–	–	13	12	–	–	273	255
Sun Slots	1 162	1 060	–	–	–	–	1 162	1 060	–	–	–	–	–	–	–	–	1 162	1 060
Morula	–	36	–	4	–	32	–	–	–	2	–	–	–	2	–	–	–	38
Flamingo	150	158	12	10	138	148	–	–	15	14	–	–	13	14	2	–	165	172
Golden Valley	152	160	8	8	144	152	–	–	18	16	5	3	11	12	2	1	170	176
SunBet	77	49	–	–	–	–	77	49	–	–	–	–	–	–	–	–	77	49
Maslow	–	–	–	–	–	–	–	–	142	148	84	88	54	57	4	3	142	148
Other operating segments	17	18	–	–	17	18	–	–	4	24	1	10	3	13	–	1	21	42
Management and corporate office	–	–	–	–	–	–	–	–	568	593	–	–	–	–	568	593	568	593
<b>Nigerian operations – Federal Palace</b>	<b>60</b>	57	<b>11</b>	10	<b>49</b>	47	–	–	<b>88</b>	86	<b>47</b>	41	<b>41</b>	41	–	4	<b>148</b>	143
<b>Latam operations</b>	<b>4 261</b>	3 759	<b>798</b>	720	<b>3 463</b>	3 039	–	–	<b>757</b>	567	<b>292</b>	224	<b>450</b>	334	<b>15</b>	9	<b>5 018</b>	4 326
Monticello	1 692	1 546	489	466	1 203	1 080	–	–	212	127	8	16	199	111	5	–	1 904	1 673
Dreams SCJ licences	1 227	1 180	84	86	1 143	1 094	–	–	354	352	159	178	193	174	2	–	1 581	2 367
Dreams Municipal licences	739	756	74	87	665	669	–	–	84	79	27	30	53	49	4	–	823	–
<b>Chile total</b>	<b>3 658</b>	3 482	<b>647</b>	639	<b>3 011</b>	2 843	–	–	<b>650</b>	558	<b>194</b>	224	<b>445</b>	334	<b>11</b>	–	<b>4 308</b>	4 040
Sun Chile office	–	–	–	–	–	–	–	–	–	9	–	–	–	–	–	9	–	9
Dreams Peru excluding Thunderbird	287	277	85	81	202	196	–	–	1	–	–	–	–	–	1	–	288	277
Thunderbird Peru	189	–	56	–	133	–	–	–	5	–	–	–	5	–	–	–	194	–
Mendoza	127	–	10	–	117	–	–	–	101	–	98	–	–	–	3	–	228	–
<b>Inter-company management fees</b>	<b>–</b>	–	–	–	–	–	–	–	<b>(549)</b>	(548)	–	–	–	–	<b>(549)</b>	(548)	<b>(549)</b>	(548)
<b>Total</b>	<b>13 199</b>	12 336	<b>2 266</b>	2 073	<b>9 694</b>	9 154	<b>1 239</b>	1 109	<b>3 221</b>	3 015	<b>1 329</b>	1 241	<b>1 394</b>	1 296	<b>498</b>	478	<b>16 420</b>	15 351

Income streams are reported on separately as below:

Income outside the scope of IFRS 15:

Tables and slots: Income from casino gambling operations.

Alternative gaming income: income from Sun Slots and SunBet.

IFRS 15: Revenue from Contracts with Customers:

Food and beverage: Revenue from bars, restaurant and conferencing operations.

Rooms: Revenue from hotel rooms operations.

Other: Revenue from entertainment, conferencing, Vacation Club and other.

Refer to Annexure: Accounting Policies on the implication of IFRS 15.



# NOTES TO THE GROUP FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDED 31 DECEMBER 2018

## 1. SEGMENTAL INCOME ANALYSIS CONTINUED

	Adjusted EBITDA*		Adjusted depreciation and amortisation		Adjusted operating profit		Adjusted tax	
	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm
<b>South African operations</b>	<b>2 985</b>	2 920	<b>1 059</b>	998	<b>1 926</b>	1 919	<b>382</b>	417
GrandWest	868	850	141	129	727	721	202	203
Sun City	205	237	213	211	(8)	26	(56)	(41)
Sibaya	430	439	70	54	360	385	99	105
Time Square	305	184	236	158	69	26	1	13
Carnival City	231	254	68	92	163	162	21	33
Boardwalk	95	95	72	68	23	27	(6)	(18)
Wild Coast	95	93	48	47	47	46	7	5
Carousel	(15)	28	18	18	(33)	10	(3)	7
Meropa	94	96	20	21	74	75	22	12
Table Bay	78	89	19	19	59	70	–	–
Windmill	95	79	20	22	75	57	19	14
Sun Slots	287	249	65	83	222	166	64	46
Morula	(1)	(4)	–	1	(1)	(5)	–	8
Flamingo	40	47	14	14	26	33	5	8
Golden Valley	32	39	15	16	17	23	1	7
SunBet	8	2	2	2	6	–	(12)	–
Maslow	(35)	(22)	12	18	(47)	(40)	(15)	(6)
Other operating segments	(2)	(28)	1	3	(3)	(31)	(1)	1
Management and corporate office	175	193	25	22	150	168	34	20
<b>Nigerian operations – Federal Palace</b>	<b>9</b>	8	<b>25</b>	30	<b>(16)</b>	(22)	<b>1</b>	1
<b>Latam operations</b>	<b>1 363</b>	1 215	<b>457</b>	416	<b>906</b>	801	<b>190</b>	115
Monticello	573	417	168	153	405	265	60	39
Dreams SCJ licences	612	586	38	35	574	551	56	66
Dreams municipal licences	287	303	37	47	250	256	55	57
Central office	(194)	(132)	154	145	(348)	(276)	(20)	(52)
<b>Chile total</b>	<b>1 278</b>	1 174	<b>397</b>	380	<b>881</b>	796	<b>151</b>	110
Sun Chile office	(8)	8	–	–	(8)	8	–	–
Ocean Sun Casino	–	–	–	–	–	–	–	–
Sun Nao Casino	–	–	–	–	–	–	–	–
Dreams Peru excluding Thunderbird	32	33	39	36	(7)	(3)	6	5
Thunderbird Peru	25	–	11	–	14	–	4	–
Mendoza	36	–	10	–	26	–	29	–
<b>Total operating segments</b>	<b>4 357</b>	4 143	<b>1 541</b>	1 444	<b>2 816</b>	2 698	<b>573</b>	533
Other	–	–	102	149	(550)	(538)	(26)	(38)
PPA adjustment	–	–	102	149	(102)	(149)	(26)	(38)
Exceptional items (refer to note 7)	–	–	–	–	(448)	(389)	–	–
<b>Total</b>	<b>4 357</b>	4 143	<b>1 643</b>	1 593	<b>2 266</b>	2 160	<b>547</b>	495

\* Adjusted EBITDA is the statutory operating profit adjusted by reversing depreciation and amortisation as well as all adjusted headline earnings adjustments (AHEA) incurred during the reporting period. AHEA are defined as gains and losses included in the statement of comprehensive income from events, which is unusual and infrequent nature and are the result of unforeseen and atypical events. Refer to note 7.

## 1. SEGMENTAL INCOME ANALYSIS CONTINUED

	Non-current assets		Borrowings*		Capital expenditure^	
	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm	31 Dec 2018 Rm	31 Dec 2017 Rm
<b>South African operations</b>	<b>11 914</b>	12 252	<b>9 174</b>	11 424	<b>748</b>	2 174
GrandWest	1 131	1 166	502	578	110	128
Sun City	2 155	2 530	2 041	2 008	134	99
Sibaya	760	763	276	284	72	81
Carnival City	672	696	608	580	49	39
Emfuleni	729	848	507	610	15	14
Wild Coast Sun	387	419	234	280	18	14
Carousel	71	83	(183)	(180)	6	5
Meropa	206	208	74	131	20	58
Windmill	159	165	74	102	15	10
Table Bay	74	88	225	290	8	11
Morula	(4)	(4)	(2)	(1)	–	1
Flamingo	94	94	73	75	15	5
Golden Valley	140	146	(12)	(11)	10	8
Maslow	98	105	–	–	8	5
Sun Slots	907	575	24	70	105	95
Time Square	3 796	3 992	5 070	4 669	139	1 594
Other operating segments	386	208	29	41	9	1
Management and corporate office	153	170	(366)	1 898	15	6
<b>Nigerian operations – Federal Palace</b>	<b>343</b>	312	<b>602</b>	493	<b>12</b>	10
<b>Latam operations</b>	<b>7 978</b>	8 025	<b>4 890</b>	3 078	<b>290</b>	408
<b>Total operating segments</b>	<b>20 235</b>	20 589	<b>14 666</b>	14 995	<b>1 050</b>	2 592
Other	8	302	–	–	–	–
Elimination of intra-group	–	–	–	–	–	–
<b>Total</b>	<b>20 243</b>	20 891	<b>14 666</b>	14 995	<b>1 050</b>	2 592
<b>Other non-current assets</b>	<b>278</b>	214	–	–	–	–
Trade and other receivables	248	912	–	–	–	–
Deferred tax	–	–	–	–	–	–
Non-current assets held for sale	946	170	–	–	–	–
Other	58	50	–	–	–	–
<b>Total</b>	<b>21 773</b>	22 237	<b>14 666</b>	14 995	<b>1 050</b>	2 592

\* This includes receivable balances owed by the group's treasury company to operating units, which eliminate on consolidation.

^ Excluding of goodwill and other intangibles.

