

# DIRECTORS' RESPONSIBILITY STATEMENT

FOR THE YEAR ENDED 30 JUNE 2020

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements of City Lodge Hotels Limited (the group and company) set out on pages 115 to 160, which comprise the statements of financial position as at 30 June 2020, the statements of comprehensive income, the statements of changes in equity and the statements of cash flows for the year then ended, the accounting policies, notes to the financial statements and the segment analysis, in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Companies Act of South Africa, 71 of 2008 (Companies Act). In addition, the directors are responsible for preparing the directors' report.

The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and for maintaining adequate accounting records and an effective system of risk management.

The directors confirm that the group is:

- in compliance with the provisions of the Companies Act or relevant laws of establishment, specifically relating to its incorporation
- operating in conformity with its MOI.

The directors have reviewed the group's budgeted cash flow forecasts for the 12 months from date of issue of the financial statements. On the basis of the successful completion of the rights offer and the availability of borrowing facilities, the directors are satisfied that the company and its subsidiaries' are able to continue as going concerns and there is no reason to believe the businesses will not be going concerns in the year ahead. The going concern basis has been adopted in the preparing the financial statements.

The auditor is responsible for reporting on whether the consolidated and separate financial statements of City Lodge Hotels Limited are fairly presented in accordance with the applicable financial reporting framework.

## Approval of consolidated financial statements and separate financial statements

The consolidated and separate annual financial statements of City Lodge Hotels Limited were approved by the board of directors on 12 November 2020 and signed on its behalf by:



**A C Widegger**  
Chief executive officer  
Authorised director



**D Nathoo**  
Chief financial officer  
Authorised director

# CERTIFICATE BY THE COMPANY SECRETARY

I, the undersigned, in my capacity as company secretary, hereby confirm to the best of my knowledge and belief that in terms of the Companies Act, for the financial year ended 30 June 2020, the company has lodged with the Commissioner of the Companies and Intellectual Property Commission, all returns and notices prescribed by the Companies Act and that all such returns and notices appear to be true, correct and up to date.



**M C van Heerden**  
Company secretary

12 November 2020