

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2017

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP				
	Unaudited Quarter ended Jun 2017 Rs M	Unaudited Quarter ended Jun 2016 Rs M	Unaudited 6 months ended Jun 2017 Rs M	Unaudited 6 months ended Jun 2016 Rs M	Audited Year ended Dec 2016 Rs M
Income	101.5	101.8	138.7	137.9	332.6
Government taxes & duties	(39.5)	(38.4)	(57.7)	(55.7)	(128.5)
Payment to National Solidarity Fund	(4.2)	(3.8)	(5.0)	(4.4)	(13.6)
Net Income	57.8	59.6	76.0	77.8	190.5
Other income	0.2	-	0.2	-	0.5
Selling expenses	(10.4)	(9.3)	(14.7)	(13.0)	(30.0)
Operating expenses	(25.7)	(23.7)	(49.1)	(45.1)	(95.4)
Payments to The Mauritius Turf Club	(14.4)	(14.2)	(15.4)	(15.1)	(42.6)
Operating profit/(loss)	7.5	12.4	(3.0)	4.6	23.0
Finance income	-	-	-	-	0.3
Finance costs	(0.2)	(0.3)	(0.4)	(0.7)	(0.8)
Finance costs - net	(0.2)	(0.3)	(0.4)	(0.7)	(0.5)
Profit/(loss) before income tax	7.3	12.1	(3.4)	3.9	22.5
Income tax expense	(2.2)	(1.9)	(0.5)	(0.7)	(3.5)
Profit/(loss) for the period	5.1	10.2	(3.9)	3.2	19.0
Other comprehensive income:					
Items that will not be reclassified to profit or loss					
Fair value of available-for-sale financial assets	-	-	-	-	0.1
Re-measurements of post-employment benefit obligations	-	-	-	-	(0.4)
Tax charge relating to re-measurements of post-employment benefits	-	-	-	-	0.1
Other comprehensive income for the period	-	-	-	-	(0.2)
Profit/(loss) and total comprehensive income for the period	5.1	10.2	(3.9)	3.2	18.8
Profit/(loss) for the period attributable to:					
Owners of the company	4.7	10.2	(4.7)	3.1	18.6
Non-controlling interests	0.4	0.0	0.8	0.1	0.4
	5.1	10.2	(3.9)	3.2	19.0
Total comprehensive income for the period attributable to:					
Owners of the company	4.7	10.2	(4.7)	3.1	18.4
Non-controlling interests	0.4	0.0	0.8	0.1	0.4
	5.1	10.2	(3.9)	3.2	18.8
Basic and diluted earnings/(loss) per share	Rs 1.46	2.88	(1.09)	0.90	5.38
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000	3,535,000

## SEGMENT INFORMATION

	THE GROUP			
	Unaudited Quarter ended Jun 2017 Rs M	Unaudited Quarter ended Jun 2016 Rs M	Unaudited 6 months ended Jun 2017 Rs M	Unaudited 6 months ended Jun 2016 Rs M
<b>Income</b>				
Horse racing	76.6	76.6	81.3	80.9
Foreign football matches	24.9	25.2	57.4	57.0
Total	101.5	101.8	138.7	137.9
<b>EBITDA</b>				
Horse racing	9.4	11.5	(5.1)	(3.4)
Foreign football matches	(0.1)	2.7	5.6	11.3
Total	9.3	14.2	0.5	7.9
Depreciation	(1.8)	(1.8)	(3.5)	(3.3)
Finance costs	(0.2)	(0.3)	(0.4)	(0.7)
<b>Profit/(loss) before taxation</b>	7.3	12.1	(3.4)	3.9

	THE GROUP	
	Jun 2017 Rs M	Jun 2016 Rs M
<b>Total assets</b>		
Horse racing	95.0	106.0
Foreign football matches	30.3	30.4
TOTAL	125.3	136.4
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>		
Horse racing	4.4	3.5
Foreign football matches	1.1	1.3
TOTAL	5.5	4.8
<b>Total liabilities</b>		
Horse racing	48.6	55.9
Foreign football matches	14.2	15.8
TOTAL	62.8	71.7

## CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited Jun 2017 Rs M	Audited Dec 2016 Rs M
<b>ASSETS</b>		
Non current assets	94.5	92.4
Current assets	30.8	38.6
<b>Total assets</b>	125.3	131.0
<b>EQUITY AND LIABILITIES</b>		
Owners' interests	60.3	65.0
Non-controlling interests	2.2	1.4
<b>Total equity</b>	62.5	66.4
Non current liabilities	2.8	2.8
Current liabilities	60.0	61.8
<b>Total equity and liabilities</b>	125.3	131.0

## CONSOLIDATED STATEMENTS OF CASH FLOWS

	THE GROUP	
	Unaudited 6 months ended Jun 2017 Rs M	Unaudited 6 months ended Jun 2016 Rs M
Net cash used in operating activities	3.5	16.4
Net cash used in investing activities	(5.4)	(4.8)
Net cash used in financing activities	(14.1)	(10.6)
Net decrease in cash and cash equivalents	(16.0)	1.0
Cash and cash equivalents at the beginning of period	11.6	2.4
Cash and cash equivalents at the end of period	(4.4)	3.4

## CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

GROUP	Attributable to owners of the parent							
	Share Capital Rs M	Share Premium Rs M	Post- employment Benefits Reserve Rs M	Fair value Reserve Rs M	Retained Earnings Rs M	Total Rs M	Non-controlling Interests Rs M	Total Equity Rs M
Balance as at 01 January 2016	24.7	1.2	0.5	1.2	32.9	60.5	1.0	61.5
Profit for the period	-	-	-	-	3.1	3.1	0.1	3.2
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Profit and total comprehensive income for the period	-	-	-	-	3.1	3.1	0.1	3.2
Transaction with owners								
Dividends	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 30 June 2016	24.7	1.2	0.5	1.2	36.0	63.6	1.1	64.7
Balance as at 01 January 2017	24.7	1.2	0.2	1.3	37.6	65.0	1.4	66.4
Profit/(loss) for the period	-	-	-	-	(4.7)	(4.7)	0.8	(3.9)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Profit/(loss) and total comprehensive income for the period	-	-	-	-	(4.7)	(4.7)	0.8	(3.9)
Transaction with owners								
Dividends	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 30 June 2017	24.7	1.2	0.2	1.3	32.9	60.3	2.2	62.5

## COMMENTS

Group income for the period to 30 June 2017 reached Rs 138.7M compared to Rs 137.9M for the same period last year, with one meeting less for 2017.

Net Income for the Group decreased from Rs 77.8M (2016) to Rs 76.0M (2017). The group reported an operating loss of Rs 3.0M at 30 June 2017 compared to an operating profit of Rs 4.6M at 30 June 2016. The main factors contributing to the current loss were: increases in license fees, levy for responsible gambling, copyright fees and in payout to players on fixed odds. The Board highlights that licenses betting taxes and levies imposed total 52% of the Company's income for the 6 months at 30 June 2017 (46% for the 12 months at 31 December 2016); a much higher portion than benchmarked with international practice.

The Directors have taken cognizance of the promulgation of the amendments to the Gaming Act. Consequently, the New Race Course Project has been abandoned and the related expenses written off.

By order of the Board  
**Box Office Ltd**

This 09 August 2017

The above abridged unaudited financial statements are issued pursuant to Listing Rule 12.20 and the Securities Act 2005.

The statement of direct and indirect interests of insiders of the Company required under Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Secretary.

The Board of Directors of Automatic Systems Ltd, accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.

Copies of the abridged unaudited financial statements of the Company are available free of charge at the registered office of the Company c/o Box Office Ltd, 2<sup>nd</sup> floor, Palm Square, 90906 La Mivoie, Tamarin, Mauritius.