

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2020

Business Registration Number: C07009339

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP				
	Unaudited Quarter ended Jun 2020	Unaudited Quarter ended Jun 2019	Unaudited 6 months ended Jun 2020	Unaudited 6 months ended Jun 2019	Audited Year ended Dec 2019
	Rs M	Rs M	Rs M	Rs M	Rs M
Income	24.8	121.4	62.5	161.0	414.0
Government taxes & duties	(6.6)	(46.1)	(21.9)	(68.2)	(156.8)
Payment to National Solidarity Fund	(0.3)	(5.5)	(0.8)	(7.1)	(17.7)
<b>Net Income</b>	<b>17.9</b>	<b>69.8</b>	<b>39.8</b>	<b>85.7</b>	<b>239.5</b>
Other income	2.0	1.4	2.4	1.5	3.1
Selling expenses	(4.7)	(12.1)	(10.6)	(18.9)	(44.5)
Operating expenses	(20.9)	(26.7)	(44.4)	(51.3)	(104.1)
Loss allowance on trade receivables	-	-	-	-	-
Payments to The Mauritius Turf Club	(2.5)	(19.3)	(2.6)	(22.0)	(55.1)
<b>Operating profit / (loss)</b>	<b>(8.2)</b>	<b>13.1</b>	<b>(15.4)</b>	<b>(5.0)</b>	<b>38.9</b>
Finance income	0.2	0.2	0.3	0.2	0.2
Finance costs	(0.3)	(0.3)	(0.4)	(0.4)	(0.9)
<b>Finance costs - net</b>	<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.2)</b>	<b>(0.7)</b>
<b>Profit / (Loss) before income tax</b>	<b>(8.3)</b>	<b>13.0</b>	<b>(15.5)</b>	<b>(5.2)</b>	<b>38.2</b>
Income tax expense	3.7	0.9	2.6	3.7	(6.2)
<b>Profit / (Loss) for the period</b>	<b>(4.6)</b>	<b>13.9</b>	<b>(12.9)</b>	<b>(1.5)</b>	<b>32.0</b>
Other comprehensive income:					
Items that will not be reclassified to profit or loss					
Changes in the fair value of financial assets	-	-	-	-	0.1
Re-measurements of post-employment benefit obligations	-	-	-	-	0.2
Deferred tax charge relating to re-measurements of post-employment benefits	-	-	-	-	-
Re-measurements of post-employment benefit obligations - net of tax	-	-	-	-	0.2
<b>Total other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.3</b>
<b>Profit / (Loss) and total comprehensive income for the period</b>	<b>(4.6)</b>	<b>13.9</b>	<b>(12.9)</b>	<b>(1.5)</b>	<b>32.3</b>
Profit / (Loss) for the period attributable to:					
Owners of the company	(5.9)	13.2	(15.0)	(2.9)	29.2
Non-controlling interests	1.3	0.7	2.1	1.4	2.8
<b>Total comprehensive income attributable to:</b>	<b>(4.6)</b>	<b>13.9</b>	<b>(12.9)</b>	<b>(1.5)</b>	<b>32.0</b>
Owners of the company	(5.9)	13.2	(15.0)	(2.9)	29.5
Non-controlling interests	1.3	0.7	2.1	1.4	2.8
<b>Total comprehensive income attributable to:</b>	<b>(4.6)</b>	<b>13.9</b>	<b>(12.9)</b>	<b>(1.5)</b>	<b>32.3</b>
Basic and diluted earnings per share	Rs (1.67)	3.74	(4.25)	(0.82)	8.27
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000	3,535,000

## SEGMENT INFORMATION

	Unaudited Quarter ended Jun 2020	Unaudited Quarter ended Jun 2019	Unaudited 6 months ended Jun 2020	Unaudited 6 months ended Jun 2019
	Rs M	Rs M	Rs M	Rs M
<b>Income</b>				
Horse racing	13.0	95.7	13.0	108.8
Foreign football matches	5.4	20.9	37.8	42.8
All other segments	6.4	4.8	11.7	9.4
<b>Total</b>	<b>24.8</b>	<b>121.4</b>	<b>62.5</b>	<b>161.0</b>
<b>EBITDA</b>				
Horse racing	(7.0)	16.7	(21.2)	6.8
Foreign football matches	(1.5)	(3.2)	6.3	(11.2)
All other segments	3.1	1.8	5.0	3.6
<b>Total</b>	<b>(5.4)</b>	<b>15.3</b>	<b>(9.9)</b>	<b>(0.8)</b>
Depreciation	(2.8)	(2.2)	(5.5)	(4.2)
Finance income	0.3	0.2	0.3	0.2
Finance costs	(0.4)	(0.3)	(0.4)	(0.4)
<b>Profit / (loss) before taxation</b>	<b>(8.3)</b>	<b>13.0</b>	<b>(15.5)</b>	<b>(5.2)</b>

	Jun 2020	Jun 2019
	Rs M	Rs M
<b>Total assets</b>		
Horse racing	133.8	121.5
Foreign football matches	33.4	30.4
All other segments	13.1	11.9
<b>TOTAL</b>	<b>180.3</b>	<b>163.8</b>
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>		
Horse racing	4.8	6.7
Foreign football matches	1.2	1.7
All other segments	-	-
<b>TOTAL</b>	<b>6.0</b>	<b>8.4</b>
<b>Total liabilities</b>		
Horse racing	80.9	67.4
Foreign football matches	20.2	16.9
All other segments	1.8	2.6
<b>TOTAL</b>	<b>102.9</b>	<b>86.9</b>

## CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited Jun 2020	Audited Dec 2019
	Rs M	Rs M
<b>ASSETS</b>		
Non current assets	119.70	111.30
Current assets	60.60	67.30
<b>Total assets</b>	<b>180.3</b>	<b>178.6</b>
<b>EQUITY AND LIABILITIES</b>		
Owners' interests	72.3	87.3
Non-controlling interests	5.1	3.0
<b>Total equity</b>	<b>77.4</b>	<b>90.3</b>
Non current liabilities	6.0	6.0
Current liabilities	96.9	82.3
<b>Total liabilities</b>	<b>102.9</b>	<b>88.3</b>
<b>Total equity and liabilities</b>	<b>180.3</b>	<b>178.6</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

	THE GROUP	
	Unaudited 6 months ended Jun 2020	Unaudited 6 months ended Jun 2019
	Rs M	Rs M
Net cash from operating activities	(16.4)	(8.9)
Net cash used in investing activities	(13.3)	(8.4)
Net cash used in financing activities	(18.5)	(22.6)
Net decrease in cash and cash equivalents	(48.2)	(39.9)
Cash and cash equivalents at the beginning of period	31.1	32.1
Cash and cash equivalents at the end of period	(17.1)	(78)

## STATEMENT OF CHANGES IN EQUITY

THE GROUP	Attributable to owners of the parent							Non-controlling Interests	Total Equity
	Share Capital	Share Premium	Post-employment Benefits Reserve	Fair value Reserve	Retained Earnings	Total			
	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M		
Balance as at 01 January 2019	24.7	1.2	-	1.4	48.0	75.3	3.1	78.4	
Profit / (Loss) for the period	-	-	-	-	(2.9)	(2.9)	1.4	(1.5)	
Other comprehensive income for the period	-	-	-	-	-	-	-	-	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2.9)</b>	<b>(2.9)</b>	<b>1.4</b>	<b>(1.5)</b>	
<b>Transaction with owners</b>									
Dividends	-	-	-	-	-	-	-	-	
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
Balance as at 30 June 2019	24.7	1.2	-	1.4	45.1	72.4	4.5	76.9	
Balance as at 01 January 2020	24.7	1.2	0.2	1.6	59.6	87.3	3.0	90.3	
Profit / (Loss) for the period	-	-	-	-	(15.0)	(15.0)	2.1	(12.9)	
Other comprehensive income for the period	-	-	-	-	-	-	-	-	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15.0)</b>	<b>(15.0)</b>	<b>2.1</b>	<b>(12.9)</b>	
<b>Transaction with owners</b>									
Dividends	-	-	-	-	-	-	-	-	
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
Balance as at 30 June 2020	24.70	1.20	0.2	1.6	44.6	72.3	5.1	77.4	

## COMMENTS ON RESULTS

### ACCOUNTING STANDARDS

The abridged condensed financial statements for the quarter ended 30 June 2020 are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2019.

### RESULTS

The Group's income for the second quarter decreased drastically by 74% to reach Rs 179M compared to Rs 69.8M at 30 June 2019. The decrease was attributed to the lockdown since 19<sup>th</sup> March 2020. Football betting resumed on 15<sup>th</sup> of June and horse racing on 20<sup>th</sup> June 2020; only two race meetings were held during the quarter compared to 13 in 2019.

For the six months, the Group realised a loss of Rs 12.9M compared to a loss of Rs 1.5M in 2019. The loss for the quarter reached Rs 4.6M compared to a profit of Rs 13.2M in 2019.

### PROSPECTS

The directors note that, since the resumption of horse racing on the 20<sup>th</sup> of June 2020, the turnover has been very encouraging. The Mauritius Turf Club has obtained the approval of the Authorities to organize 34 race meetings for 2020, compared to 38 in 2019. The major football leagues have also resumed normally in June with improved turnover realized for the company.

The company's end of year results will be impacted by its inactivity during a period of three months. The Directors believe that with the increased income realized on both football and horse racing since resumption of activities, the company should be profitable as from the next quarter.

By order of the Board

**Box Office Ltd**

This 5<sup>th</sup> August 2020

The above abridged audited 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 audited financial statements.

Copies of the abridged audited 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.