

# ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

## STATEMENT OF COMPREHENSIVE INCOME

	Year ended Dec 2013 Rs M	Year ended Dec 2012 Rs M Restated
Revenue	1,193.1	1,101.4
Gross profit	209.8	181.1
Overheads	(159.8)	(149.4)
Finance income	0.3	0.2
Finance costs	(1.2)	(2.9)
Profit before taxation	49.1	29.0
Taxation	(8.1)	(5.8)
Profit for the year	41.0	23.2
Other comprehensive income: Remeasurements of post-employment benefit obligations	(0.1)	3.1
Profit and total comprehensive income for the year	40.9	26.3
Basic and diluted earnings per share	(Rs) 11.60	6.57
Number of shares in issue	3,535,000	3,535,000

## SEGMENT INFORMATION

	Year ended Dec 2013 Rs M	Year ended Dec 2012 Rs M Restated
<b>Revenue</b>		
Horse racing	937.3	925.4
Foreign football matches	255.8	176.0
Total	1,193.1	1,101.4

	Year ended Dec 2013 Rs M	Year ended Dec 2012 Rs M Restated
<b>EBITDA</b>		
Horse racing	19.6	34.4
Foreign football matches	39.5	6.5
Total	59.1	40.9
Depreciation	(9.1)	(9.2)
Finance income	0.3	0.2
Finance costs	(1.2)	(2.9)
<b>Profit before taxation</b>	49.1	29.0

	Dec 2013 Rs M	Dec 2012 Rs M Restated
<b>Total assets</b>		
Horse racing	82.0	88.4
Foreign football matches	22.4	16.8
TOTAL	104.4	105.2

	Dec 2013 Rs M	Dec 2012 Rs M Restated
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>		
Horse racing	5.8	2.9
Foreign football matches	1.5	0.6
TOTAL	7.3	3.5

	Dec 2013 Rs M	Dec 2012 Rs M Restated
<b>Total liabilities</b>		
Horse racing	50.8	60.1
Foreign football matches	13.9	11.4
TOTAL	64.7	71.5

## STATEMENT OF FINANCIAL POSITION

	Dec 2013 Rs M	Dec 2012 Rs M Restated
<b>ASSETS</b>		
Non current assets	89.1	89.1
Current assets	15.3	16.1
<b>Total assets</b>	104.4	105.2
<b>EQUITY AND LIABILITIES</b>		
Equity	39.7	33.7
Non current liabilities	2.7	3.7
Current liabilities	62.0	67.8
<b>Total equity and liabilities</b>	104.4	105.2

## STATEMENT OF CASH FLOWS

	Dec 2013 Rs M	Dec 2012 Rs M Restated
Net cash from operating activities	53.9	51.8
Net cash used in investing activities	(6.9)	(3.1)
Net cash used in financing activities	(24.7)	(33.6)
Net increase in cash and cash equivalents	22.3	15.1
Cash and cash equivalents at the beginning of year	(24.0)	(39.1)
Cash and cash equivalents at the end of year	(1.7)	(24.0)

## STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs M	Share Premium Rs M	Retained Earnings Rs M	Total Equity Rs M
Balance as at 01 January 2012 (as previously reported)	24.7	1.2	20.4	46.3
Effect of changes in accounting policies	-	-	(5.3)	(5.3)
Balance as at 01 January 2012 (restated)	24.7	1.2	15.1	41.0
Profit for the year	-	-	23.2	23.2
Other comprehensive income for the year	-	-	3.1	3.1
Profit and total comprehensive income for the year	-	-	26.3	26.3
Transaction with owners				
Dividends	-	-	(33.6)	(33.6)
Total transactions with owners	-	-	(33.6)	(33.6)
Balance as at 31 December 2012 (restated)	24.7	1.2	7.8	33.7
Balance as at 01 January 2013 (restated)	24.7	1.2	7.8	33.7
Profit for the year	-	-	41.0	41.0
Other comprehensive income for the year	-	-	(0.1)	(0.1)
Profit and total comprehensive income for the year	-	-	40.9	40.9
Transaction with owners				
Dividends	-	-	(35.3)	(35.3)
Unclaimed dividends	-	-	0.4	0.4
Total transactions with owners	-	-	(34.9)	(34.9)
Balance as at 31 December 2013	24.7	1.2	13.8	39.7

## COMMENTS ON RESULTS

### ACCOUNTING STANDARDS

The abridged audited Financial Statements for the year ended 31 December 2013 have been prepared using the same accounting policies as those adopted in the Financial Statements for the year ended 31 December 2012, except for IAS19R.

### ACTIVITIES

The Company is involved in the organization of Totalisator betting on local horse races and fixed odd betting on foreign football matches.

### RESULTS

In 2013 revenue grew by Rs 92M to Rs 1.193 bn, and most of the increase came from football betting.

The profit before taxation improved by 69%, from Rs 29.0 M in 2012 to Rs 49.1M in 2013. This increase was mainly attributable to two additional horse racing meetings and to better results from football fixed odd betting.

The Company declared dividends of Rs 35.4M in 2013 (Rs10.00 per share) as compared to Rs 33.6M (Rs9.50 per share) in 2012. The final dividend of Rs 3.00 per share, declared in December 2013 was paid in January 2014.

### PROSPECTS

Horse Racing is still facing strong competition from other betting opportunities. Given that in 2014, the Mauritius Turf Club has been authorised to organise 43 race meetings (40 in 2012), it is expected that these additional race meetings will contribute positively to the revenues of the Company.

On the football betting side, turnover is expected to increase in 2014, on the back of the forthcoming World Cup in Brazil. However since January 2014, the government introduced a new levy on football betting which, if maintained, will have a significant negative impact on the Company's profits for 2014.

In view of the limited expansion prospects on the local market, the company has decided to expand its operation abroad. Africa, having good prospects in the field of sports betting, has a strong potential which could be exploited with the company's expertise. Contacts have already been established with potential partners to tap this market opportunity.

### NOMINATION

The Board of Automatic Systems Ltd is pleased to inform that Mr Guillaume Hardy has been appointed as Managing Director of the Company on even date.

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

Secretaries  
Date: 18 March 2014

The above abridged audited financial statements are issued pursuant to Listing Rule 12.14 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, 2nd floor, Nautica Commercial Centre, Black River, Mauritius.