

Business Registration Number: C07009339

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP				
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Quarter ended	Quarter ended	9 months ended	9 months ended	Year ended
	Sep 2018	Sep 2017	Sep 2018	Sep 2017	Dec 2017
	Rs M	Rs M	Rs M	Rs M	Rs M
Income	128.2	124.2	289.7	263.0	374.3
Government taxes & duties	(48.3)	(43.7)	(113.6)	(101.4)	(140.2)
Payment to National Solidarity Fund	(5.2)	(4.5)	(10.7)	(9.5)	(13.9)
Net Income	74.7	76.0	165.4	152.1	220.2
Other income	0.2	0.3	0.5	0.5	0.5
Selling expenses	(12.9)	(11.9)	(31.7)	(26.5)	(36.0)
Operating expenses	(28.7)	(25.2)	(78.9)	(74.4)	(101.4)
Payments to The Mauritius Turf Club	(17.8)	(17.3)	(35.3)	(32.7)	(46.6)
Operating profit	15.5	21.9	20.0	19.0	36.7
Finance income	-	-	-	-	0.2
Finance costs	-	-	-	(0.5)	(0.4)
Finance costs - net	-	-	-	(0.5)	(0.2)
Profit before income tax	15.5	21.9	20.0	18.5	36.5
Income tax expense	(2.8)	(3.7)	(4.8)	(4.1)	(7.0)
Profit for the period	12.7	18.2	15.2	14.4	29.5
Other comprehensive income:					
Items that may be reclassified to profit or loss					
Fair value of available-for-sale financial assets	-	-	-	-	0.1
Re-measurements of post-employment benefit obligations	-	-	-	-	0.5
Tax charge relating to re-measurements of post-employment benefits	-	-	-	-	(0.1)
Other comprehensive income for the period	-	-	-	-	0.5
Profit and total comprehensive income for the period	12.7	18.2	15.2	14.4	30.0
Profit for the period attributable to:					
Owners of the company	12.0	17.9	13.4	13.2	27.6
Non-controlling interests	0.7	0.3	1.8	1.2	1.9
	12.7	18.2	15.2	14.4	29.5
Total comprehensive income attributable to:					
Owners of the company	12.0	17.9	13.4	13.2	28.1
Non-controlling interests	0.7	0.3	1.8	1.2	1.9
	12.7	18.2	15.2	14.4	30.0
Basic and diluted earnings per share	Rs 3.61	5.16	4.31	4.07	8.34
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000	3,535,000

SEGMENT INFORMATION

	Unaudited	Unaudited	Unaudited	Unaudited
	Quarter ended	Quarter ended	9 months ended	9 months ended
	Sep 2018	Sep 2017	Sep 2018	Sep 2017
	Rs M	Rs M	Rs M	Rs M
Income				
Horse racing	97.7	98.2	191.4	179.5
Foreign football matches	25.7	26.0	85.0	83.5
All other segments	4.8	-	13.3	-
Total	128.2	124.2	289.7	263.0
EBITDA				
Horse racing	17.7	13.8	15.8	8.7
Foreign football matches	(1.7)	10.3	5.7	15.9
All other segments	1.9	-	4.9	-
Total	17.9	24.1	26.4	24.6
Depreciation	(2.4)	(2.1)	(6.4)	(5.6)
Finance costs	-	(0.1)	-	(0.5)
Profit before taxation	15.5	21.9	20.0	18.5
			Sep 2018	Sep 2017
			Rs M	Rs M
Total assets				
Horse racing			122.9	108.0
Foreign football matches			30.7	34.9
All other segments			13.2	-
TOTAL			166.8	142.9
Additions to non-current assets (other than financial instruments and deferred income tax assets)				
Horse racing			11.7	5.8
Foreign football matches			2.9	1.5
All other segments			-	-
TOTAL			14.6	7.3
Total liabilities				
Horse racing			53.1	47.7
Foreign football matches			13.3	14.5
All other segments			2.9	-
TOTAL			69.3	62.2

CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited Sep 2018 Rs M	Audited Dec 2017 Rs M
ASSETS		
Non current assets	103.4	96.6
Current assets	63.4	55.6
Total assets	166.8	152.2
EQUITY AND LIABILITIES		
Owners' interests	92.5	79.1
Non-controlling interests	5.0	3.2
Total equity	97.5	82.3
Non current liabilities	2.6	2.6
Current liabilities	66.7	67.3
Total equity and liabilities	166.8	152.2

CONSOLIDATED STATEMENTS OF CASH FLOWS

	THE GROUP	
	Unaudited 9 months ended Sep 2018 Rs M	Unaudited 9 months ended Sep 2017 Rs M
Net cash from operating activities	16.1	31.5
Net cash used in investing activities	(14.4)	(7.2)
Net cash used in financing activities	(14.1)	(14.1)
Net decrease in cash and cash equivalents	(12.4)	10.2
Cash and cash equivalents at the beginning of period	28.5	11.6
Cash and cash equivalents at the end of period	16.1	21.8

CONSOLIDATED STATEMENTS 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		
Balance as at 01 January 2017	24.7	1.2	0.2	1.3	37.6	65.0	1.4	66.4
Profit for the period	-	-	-	-	13.2	13.2	1.1	14.3
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Profit and total comprehensive income for the period	-	-	-	-	13.2	13.2	1.1	14.3
Transaction with owners								
Dividends	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 30 September 2017	24.7	1.2	0.2	1.3	50.8	78.2	2.5	80.7
Balance as at 01 January 2018	24.7	1.2	0.6	1.4	51.2	79.1	3.2	82.3
Profit for the period	-	-	-	-	13.4	13.4	1.8	15.2
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Profit and total comprehensive income for the period	-	-	-	-	13.4	13.4	1.8	15.2
Transaction with owners								
Dividends	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 30 June 2018	24.7	1.2	0.6	1.4	64.6	92.5	5.0	97.5

COMMENTS ON RESULTS

ACCOUNTING STANDARDS

The abridged condensed financial statements for the quarter ended 30 September 2018 are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2017.

RESULTS

Group's Income (bets struck net of winnings) for the third quarter increased by 3.2% and for the first nine months by 10% to reach Rs 289.7M compared to Rs 263M. This is mainly attributable to an increase of 13% from the Tote turnover as football income remained on par with the previous year.

The company paid Rs 130.2 million in betting taxes, GRA licences, levy on football outlets and municipal licenses to Government and authorities for the first nine months representing 49% of its income. The directors consider this amount to be excessive when benchmarked to international rates.

The Group realised a profit of Rs 15.2 M compared to a profit of Rs 14.4 M in 2017.

PROSPECTS

The Tote turnover is showing strong growth while football turnover is expected to improve by about 7% over last year. The company has changed its football betting wagering software as from the 4th of July. The new software provides more betting solutions and the turnover has shown a slight growth compared to 2017 since its launch in July.

The directors believe that the encouraging growth realized for the first nine months should be maintained over the course of the year, thus, the end of year results may be at least at par with 2017.

By Order of the Board
Box Office Ltd

This 13 November 2018

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, 2nd floor, Palm Square, 90906 La Mivoie, Tamarin, Mauritius.