

## ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

### STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended Dec 2017 Rs M	Year ended Dec 2016 Rs M	Year ended Dec 2017 Rs M	Year ended Dec 2016 Rs M
Income	374.3	332.6	360.8	327.9
Government taxes & duties	(140.2)	(128.5)	(140.2)	(128.5)
Payment to National Solidarity Fund	(13.9)	(13.6)	(13.9)	(13.6)
Net Income	220.2	190.5	206.7	185.8
Other income	0.5	0.5	0.5	0.5
Selling expenses	(36.0)	(30.0)	(27.3)	(26.1)
Operating expenses	(101.4)	(95.4)	(101.4)	(95.5)
Payments to The Mauritius Turf Club	(46.6)	(42.6)	(46.6)	(42.6)
Operating profit	36.7	23.0	31.9	22.1
Finance income	0.2	0.3	0.2	0.3
Finance costs	(0.4)	(0.8)	(0.5)	(0.8)
Finance costs - net	(0.2)	(0.5)	(0.3)	(0.5)
Profit before income tax	36.5	22.5	31.6	21.6
Income tax expense	(7.0)	(3.5)	(5.9)	(3.5)
Profit for the year	29.5	19.0	25.7	18.1
Other comprehensive income:				
Items that may be reclassified to profit or loss				
Changes in the fair value of available-for-sale financial assets	0.1	0.1	0.1	0.1
Items that will not be reclassified to profit or loss				
Re-measurements of post-employment benefit obligations	0.5	(0.4)	0.5	(0.4)
Deferred tax charge relating to re-measurements of post-employment benefits	(0.1)	0.1	(0.1)	0.1
Re-measurements of post-employment benefit obligations - net of tax	0.4	(0.3)	0.4	(0.3)
Total other comprehensive income for the year	0.5	(0.2)	0.5	(0.2)
Profit and total comprehensive income for the year	30.0	18.8	26.2	17.9
Profit for the year attributable to:				
Owners of the company	27.6	18.6	25.7	18.1
Non-controlling interests	1.9	0.4	-	-
	29.5	19.0	25.7	18.1
Total comprehensive income attributable to:				
Owners of the company	28.1	18.4	26.2	17.9
Non-controlling interests	1.9	0.4	-	-
	30.0	18.8	26.2	17.9
Basic and diluted earnings per share	Rs 8.34	5.38	7.27	5.14
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000

### SEGMENT INFORMATION

	THE GROUP		THE COMPANY	
	Dec 2017 Rs M	Dec 2016 Rs M	Dec 2017 Rs M	Dec 2016 Rs M
<b>Income</b>				
Horse racing	240.3	223.3		
Foreign football matches	120.6	104.6		
All other segments	13.4	4.7		
<b>Total</b>	<b>374.3</b>	<b>332.6</b>		
<b>EBITDA</b>				
Horse racing	14.0	13.3		
Foreign football matches	25.0	15.2		
All other segments	5.2	1.2		
<b>Total</b>	<b>44.2</b>	<b>29.7</b>		
Depreciation	(7.5)	(6.7)		
Finance income	0.2	0.3		
Finance costs	(0.4)	(0.8)		
<b>Profit before taxation</b>	<b>36.5</b>	<b>22.5</b>		
	<b>Dec 2017 Rs M</b>	<b>Dec 2016 Rs M</b>		
<b>Total assets</b>				
Horse racing	115.6	102.6		
Foreign football matches	28.9	25.6		
All other segments	7.6	2.8		
<b>TOTAL</b>	<b>152.1</b>	<b>131.0</b>		
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>				
Horse racing	8.2	4.0		
Foreign football matches	2.0	1.0		
All other segments	0.1	0.8		
<b>TOTAL</b>	<b>10.3</b>	<b>5.8</b>		
<b>Total liabilities</b>				
Horse racing	54.2	50.9		
Foreign football matches	13.6	12.7		
All other segments	2.1	1.0		
<b>TOTAL</b>	<b>69.9</b>	<b>64.6</b>		

### BALANCE SHEET

	THE GROUP		THE COMPANY	
	Dec 2017 Rs M	Dec 2016 Rs M	Dec 2017 Rs M	Dec 2016 Rs M
<b>ASSETS</b>				
Non current assets	96.6	92.4	96.5	91.9
Current assets	55.6	38.6	48.1	36.3
<b>Total assets</b>	<b>152.2</b>	<b>131.0</b>	<b>144.6</b>	<b>128.2</b>
<b>EQUITY AND LIABILITIES</b>				
Owners' interests	79.1	65.0	76.8	64.6
Non-controlling interests	3.2	1.4	-	-
<b>Total equity</b>	<b>82.3</b>	<b>66.4</b>	<b>76.8</b>	<b>64.6</b>
Non current liabilities	2.6	2.8	2.4	2.8
Current liabilities	67.3	61.8	65.4	60.8
<b>Total equity and liabilities</b>	<b>152.2</b>	<b>131.0</b>	<b>144.6</b>	<b>128.2</b>

### STATEMENT OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Dec 2017 Rs M	Dec 2016 Rs M	Dec 2017 Rs M	Dec 2016 Rs M
Net cash from operating activities	41.8	25.5	39.4	25.0
Net cash used in investing activities	(10.8)	(5.7)	(10.8)	(4.9)
Net cash used in financing activities	(14.1)	(10.6)	(14.1)	(10.6)
Net increase in cash and cash equivalents	16.9	9.2	14.5	9.5
Cash and cash equivalents at the beginning of year	11.6	2.4	11.0	1.5
Cash and cash equivalents at the end of year	28.5	11.6	25.5	11.0

### 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	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 year	-	-	-	-	18.6	18.6	0.4	19.0
Other comprehensive income for the year	-	-	(0.3)	0.1	-	(0.2)	-	(0.2)
Total comprehensive income for the year	-	-	(0.3)	0.1	18.6	18.4	0.4	18.8
Transaction with owners								
Dividends	-	-	-	-	(14.1)	(14.1)	-	(14.1)
Unclaimed dividends	-	-	-	-	0.2	0.2	-	0.2
Total transactions with owners	-	-	-	-	(13.9)	(13.9)	-	(13.9)
Balance as at 30 December 2016	24.7	1.2	0.2	1.3	37.6	65.0	1.4	66.4
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 year	-	-	-	-	27.6	27.6	1.8	29.4
Other comprehensive income for the year	-	-	0.4	0.1	-	0.5	-	0.5
Total comprehensive income for the year	-	-	0.4	0.1	27.6	28.1	1.8	29.9
Transaction with owners								
Dividends	-	-	-	-	(14.1)	(14.1)	-	(14.1)
Unclaimed dividends	-	-	-	-	0.1	0.1	-	0.1
Total transactions with owners	-	-	-	-	(14.0)	(14.0)	-	(14.0)
Balance as at 31 December 2017	24.7	1.2	0.6	1.4	51.2	79.1	3.2	82.3

### STATEMENT OF CHANGES IN EQUITY

THE COMPANY	Share Capital	Share Premium	Post- employment Benefits Reserve	Fair Value Reserve	Retained Earnings	Total Equity
	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M
Balance as at 01 January 2016	24.7	1.2	0.5	1.2	33.0	60.6
Profit for the year	-	-	-	-	18.1	18.1
Other comprehensive income for the year	-	-	(0.3)	0.1	-	(0.2)
Total comprehensive income for the year	-	-	(0.3)	0.1	18.1	17.9
Transaction with owners						
Dividends	-	-	-	-	(14.1)	(14.1)
Unclaimed dividends	-	-	-	-	0.2	0.2
Total transactions with owners	-	-	-	-	(13.9)	(13.9)
Balance as at 31 December 2016	24.7	1.2	0.2	1.3	37.2	64.6
Balance as at 01 January 2017	24.7	1.2	0.2	1.3	37.2	64.6
Profit for the year	-	-	-	-	25.7	25.7
Other comprehensive income for the year	-	-	0.4	0.1	-	0.5
Total comprehensive income for the year	-	-	0.4	0.1	25.7	26.2
Transaction with owners						
Dividends	-	-	-	-	(14.1)	(14.1)
Unclaimed dividends	-	-	-	-	0.1	0.1
Total transactions with owners	-	-	-	-	(14.0)	(14.0)
Balance as at 31 December 2017	24.7	1.2	0.6	1.4	48.9	76.8

### REVIEW OF THE BUSINESS

In 2017, the Tote income, being bets struck net of winnings, increased from Rs 223.3M to Rs 240.3M. Income derived from football betting also increased by 15.3% to reach Rs 120.6M. Expenses were well contained and profits for the year for the company amounted to Rs 25.7M compared to Rs 18.1M for 2016.

The group's profits also increased from Rs 19.0M to reach Rs 29.5M as the profit after tax of its subsidiary company Megawin Ltd, operating in Africa, increased to reach Rs 3.8M.

Management has disclosed a contingent liability in respect of a claim by the Mauritius Revenue Authority (MRA) on taxes paid on the All for All bet. The company is contesting this claim.

### PROSPECTS FOR 2018

The 180 horses acquired in 2018, when added with 200 imports in 2017, are expected to bring more competitive races and this is very encouraging for the Tote business.

With the 2018 Football World Cup turnover may increase slightly in 2018.

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

This 26 March 2018

The abridged audited financial statements have been extracted from the audited financial statements for the year ended 31 December 2017, which have been prepared in accordance with International Financial Reporting Standards and have been audited by PriceWaterhouseCoopers.

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, 2<sup>nd</sup> floor, Palm Square, 90906 La Mivoie, Tamarin, Mauritius.