

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2020

Business Registration Number: C07009339

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP				
	Unaudited Quarter ended Sep 2020 Rs M	Unaudited Quarter ended Sep 2019 Rs M	Unaudited 9 months ended Sep 2020 Rs M	Unaudited 9 months ended Sep 2019 Rs M	Audited Year ended Dec 2019 Rs M
Income	169.2	131.1	231.7	292.1	414.0
Government taxes & duties	(59.3)	(45.6)	(81.3)	(113.8)	(156.8)
Payment to National Solidarity Fund	(7.5)	(4.7)	(8.3)	(11.7)	(17.7)
<b>Net Income</b>	<b>102.4</b>	<b>80.8</b>	<b>142.1</b>	<b>166.6</b>	<b>239.5</b>
Other income	(1.7)	0.4	0.8	1.9	3.1
Selling expenses	(17.0)	(13.5)	(27.6)	(32.4)	(44.5)
Operating expenses	(27.7)	(26.6)	(72.1)	(77.9)	(104.1)
Loss allowance on trade receivables	-	-	-	-	-
Payments to The Mauritius Turf Club	(24.9)	(17.3)	(27.5)	(39.4)	(55.1)
<b>Operating profit</b>	<b>31.1</b>	<b>23.8</b>	<b>15.7</b>	<b>18.8</b>	<b>38.9</b>
Finance income	0.8	-	1.1	-	0.2
Finance costs	(0.1)	(0.2)	(0.5)	(0.4)	(0.9)
<b>Finance costs - net</b>	<b>0.7</b>	<b>(0.2)</b>	<b>0.6</b>	<b>(0.4)</b>	<b>(0.7)</b>
<b>Profit before income tax</b>	<b>31.8</b>	<b>23.6</b>	<b>16.3</b>	<b>18.4</b>	<b>38.2</b>
Income tax expense	(5.8)	(4.0)	(3.1)	(3.1)	(6.2)
<b>Profit for the period</b>	<b>26.0</b>	<b>19.6</b>	<b>13.2</b>	<b>15.3</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
Tax charge relating to re-measurements of post-employment benefits	-	-	-	-	-
Re-measurements of post-employment benefit obligations - net of tax	-	-	-	-	0.3
<b>Profit and total comprehensive income for the period</b>	<b>26.0</b>	<b>19.6</b>	<b>13.2</b>	<b>15.3</b>	<b>32.3</b>
Profit for the period attributable to:					
Owners of the company	24.2	19.0	9.2	13.2	29.2
Non-controlling interests	1.8	0.6	4.0	2.1	2.8
<b>Total comprehensive income for the period attributable to:</b>	<b>26.0</b>	<b>19.6</b>	<b>13.2</b>	<b>15.3</b>	<b>32.3</b>
Owners of the company	24.2	19.0	9.2	13.2	29.5
Non-controlling interests	1.8	0.6	4.0	2.1	2.8
<b>Basic and diluted earnings per share</b>	<b>Rs 6.85</b>	<b>5.38</b>	<b>2.60</b>	<b>3.73</b>	<b>8.27</b>
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 Sep 2020 Rs M	Unaudited Quarter ended Sep 2019 Rs M	Unaudited 9 months ended Sep 2020 Rs M	Unaudited 9 months ended Sep 2019 Rs M
	<b>Income</b>			
Horse racing	132.3	93.3	145.3	202.1
Foreign football matches	28.9	33.0	66.7	75.8
All other segments	8.0	4.8	19.7	14.2
<b>Total</b>	<b>169.2</b>	<b>131.1</b>	<b>231.7</b>	<b>292.1</b>
<b>EBITDA</b>				
Horse racing	28.1	18.5	6.9	22.8
Foreign football matches	2.4	6.0	8.7	(2.6)
All other segments	3.8	1.7	8.8	5.3
<b>Total</b>	<b>34.3</b>	<b>26.2</b>	<b>24.4</b>	<b>25.5</b>
Depreciation	(3.2)	(2.4)	(8.7)	(6.7)
Finance costs	0.7	(0.2)	0.6	(0.4)
<b>Profit before taxation</b>	<b>31.8</b>	<b>23.6</b>	<b>16.3</b>	<b>18.4</b>

	Sep 2020 Rs M	Sep 2019 Rs M
	<b>Total assets</b>	
Horse racing	140.6	125.7
Foreign football matches	35.2	31.4
All other segments	14.9	12.7
<b>TOTAL</b>	<b>190.7</b>	<b>169.8</b>
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>		
Horse racing	5.6	9.4
Foreign football matches	1.4	2.3
All other segments	-	-
<b>TOTAL</b>	<b>7.0</b>	<b>11.7</b>
<b>Total liabilities</b>		
Horse racing	67.6	59.1
Foreign football matches	16.9	14.8
All other segments	4.7	2.2
<b>TOTAL</b>	<b>89.2</b>	<b>76.1</b>

## CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited Sep 2020 Rs M	Audited Dec 2019 Rs M
<b>ASSETS</b>		
Non current assets	114.9	111.3
Current assets	75.8	67.3
<b>Total assets</b>	<b>190.7</b>	<b>178.6</b>
<b>EQUITY AND LIABILITIES</b>		
Owners' interests	96.6	87.3
Non-controlling interests	4.9	3.0
<b>Total equity</b>	<b>101.5</b>	<b>90.3</b>
Non current liabilities	3.6	6.0
Current liabilities	85.6	82.3
<b>Total liabilities</b>	<b>89.2</b>	<b>88.3</b>
<b>Total equity and liabilities</b>	<b>190.7</b>	<b>178.6</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited 9 months ended Sep 2020 Rs M	Unaudited 9 months ended Sep 2019 Rs M
	Net cash from operating activities	25.5
Net cash used in investing activities	(4.8)	(11.1)
Net cash used in financing activities	(36.7)	(17.6)
Net increase in cash and cash equivalents	(16.0)	(16.6)
Cash and cash equivalents at the beginning of period	31.1	32.1
Cash and cash equivalents at the end of period	15.1	15.5

## STATEMENT OF CHANGES IN EQUITY

GROUP	Attributable to owners of the parent					Total	Non-controlling Interests	Total Equity
	Share Capital	Share Premium	Post- employment Benefits Reserve	Fair value Reserve	Retained Earnings			
	Rs M	Rs M	Rs M	Rs M	Rs M			
Balance as at 01 January 2019	24.7	1.2	-	1.5	479	75.3	3.1	78.4
Profit for the period	-	-	-	-	13.2	13.2	2.1	15.3
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Profit and total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13.2</b>	<b>13.2</b>	<b>2.1</b>	<b>15.3</b>
Transaction with owners								
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 September 2019	24.7	1.2	-	1.5	61.1	88.5	5.2	93.7
Balance as at 01 January 2020	24.7	1.2	0.2	1.6	59.7	87.4	2.9	90.3
Profit for the period	-	-	-	-	9.2	9.2	3.9	13.1
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Profit and total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9.2</b>	<b>9.2</b>	<b>3.9</b>	<b>13.1</b>
Transaction with owners								
Dividends	-	-	-	-	-	-	(1.9)	(1.9)
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1.9)</b>	<b>(1.9)</b>
Balance as at 30 September 2020	24.7	1.2	0.2	1.6	68.9	96.6	4.9	101.5

## COMMENTS ON RESULTS

### ACCOUNTING STANDARDS

The abridged condensed financial statements for the quarter and nine months ended 30 September 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

Group's Income (bets struck net of winnings) for the third quarter increased by 29%, from Rs 131.1M at 30<sup>th</sup> September 2019 to Rs 169.2M at 30<sup>th</sup> September 2020 explained by the holding of 16 race meetings during the reporting quarter compared to 12 race meetings during the corresponding 2019's quarter. The profits realised for the quarter reached Rs 26.0M compared to Rs 19.6M in 2019.

For the nine months ended 30 September 2020, the Tote and the Football's income decreased by 28% and 12% respectively as the company could not operate during a period of 3 months due to the Covid-19 pandemic and the lockdown. During the period only 18 race meetings were held compared to 27 in 2019. The Group's income at 30<sup>th</sup> September 2020 contracted by 21% to reach Rs 231.7M compared to Rs 292.1M at 30<sup>th</sup> September 2019 and profit of Rs 13.2M were realized compared to Rs 15.3M at 30<sup>th</sup> September 2019.

### PROSPECTS

The last quarter is expected to be positive with 14 race meetings scheduled compared to 11 in 2019. Football turnover is expected to perform well if there is no suspension of international football leagues due to the pandemic. If the trend of the third quarter is maintained, the end of year results should be on par with last year.

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

This 13<sup>th</sup> November 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.