

## ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

### CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended Dec 2016 Rs M	Year ended Dec 2015 Rs M	Year ended Dec 2016 Rs M	Year ended Dec 2015 Rs M
Income	332.6	313.4	327.9	309.0
Government taxes & duties	(128.5)	(123.2)	(128.5)	(123.2)
Payment to National Solidarity Fund	(13.6)	(12.2)	(13.6)	(12.2)
<b>Net income</b>	<b>190.5</b>	<b>178.0</b>	<b>185.8</b>	<b>173.6</b>
Other income	0.5	0.5	0.5	0.5
Selling expenses	(30.0)	(28.3)	(26.1)	(24.9)
Operating expenses	(95.4)	(76.6)	(95.5)	(76.6)
Payments to Mauritius Turf Club	(42.6)	(42.7)	(42.6)	(42.7)
<b>Operating profit</b>	<b>23.0</b>	<b>30.9</b>	<b>22.1</b>	<b>29.9</b>
Finance income	0.3	0.3	0.3	0.3
Finance costs	(0.8)	(1.5)	(0.8)	(1.5)
<b>Finance costs - net</b>	<b>(0.5)</b>	<b>(1.2)</b>	<b>(0.5)</b>	<b>(1.2)</b>
<b>Profit before income tax</b>	<b>22.5</b>	<b>29.7</b>	<b>21.6</b>	<b>28.7</b>
Income tax expense	(3.5)	(5.8)	(3.5)	(5.8)
<b>Profit for the year</b>	<b>19.0</b>	<b>23.9</b>	<b>18.1</b>	<b>22.9</b>
Other comprehensive income:				
Items that will not be reclassified to profit or loss				
Changes in the fair value of available-for-sale financial assets	0.1	1.2	0.1	1.2
Re-measurements of post-employment benefit obligations	(0.4)	(0.7)	(0.4)	(0.7)
Deferred tax charge relating to re-measurements of post-employment benefits	0.1	0.1	0.1	0.1
Other comprehensive income for the year	(0.2)	0.6	(0.2)	0.6
<b>Profit and total comprehensive income for the year</b>	<b>18.8</b>	<b>24.5</b>	<b>17.9</b>	<b>23.5</b>
Profit for the year attributable to:				
Owners of the company	18.6	23.4	18.1	22.9
Non-controlling interests	0.4	0.5	-	-
	19.0	23.9	18.1	22.9
Total comprehensive income attributable to:				
Owners of the company	18.4	24.0	17.9	23.5
Non-controlling interests	0.4	0.5	-	-
	18.8	24.5	17.9	23.5
Basic and diluted earnings per share	Rs 5.38	6.76	5.14	6.49
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000

### SEGMENT INFORMATION

	THE GROUP		THE COMPANY	
	Dec 2016 Rs M	Dec 2015 Rs M	Dec 2016 Rs M	Dec 2015 Rs M
<b>Income</b>				
Horse racing			223.3	216.6
Foreign football matches			104.6	92.4
Total			327.9	309.0
<b>EBITDA</b>				
Horse racing			13.3	26.0
Foreign football matches			15.2	10.1
Total			28.5	36.1
Depreciation			(6.4)	(6.2)
Finance income			0.3	0.3
Finance costs			(0.8)	(1.5)
<b>Profit before taxation</b>			<b>21.6</b>	<b>28.7</b>
			<b>Dec 2016 Rs M</b>	<b>Dec 2015 Rs M</b>
<b>Total assets</b>				
Horse racing			102.6	90.2
Foreign football matches			25.6	34.5
TOTAL			128.2	124.7
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>				
Horse racing			4.0	4.1
Foreign football matches			1.0	1.5
TOTAL			5.0	5.6
<b>Total liabilities</b>				
Horse racing			50.9	46.4
Foreign football matches			12.7	17.7
TOTAL			63.6	64.1

### CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	Dec 2016 Rs M	Dec 2015 Rs M	Dec 2016 Rs M	Dec 2015 Rs M
<b>ASSETS</b>				
Non current assets	92.4	94.4	91.9	94.4
Current assets	38.6	32.1	36.3	30.3
<b>Total assets</b>	<b>131.0</b>	<b>126.5</b>	<b>128.2</b>	<b>124.7</b>
<b>EQUITY AND LIABILITIES</b>				
Owners' interests	65.0	60.5	64.6	60.6
Non-controlling interests	1.4	1.0	-	-
<b>Total equity</b>	<b>66.4</b>	<b>61.5</b>	<b>64.6</b>	<b>60.6</b>
Non current liabilities	2.8	2.3	2.8	2.3
Current liabilities	61.8	62.7	60.8	61.8
<b>Total equity and liabilities</b>	<b>131.0</b>	<b>126.5</b>	<b>128.2</b>	<b>124.7</b>

### CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Dec 2016 Rs M	Dec 2015 Rs M	Dec 2016 Rs M	Dec 2015 Rs M
Net cash from operating activities	25.5	29.7	25.0	28.5
Net cash used in investing activities	(5.7)	(5.9)	(4.9)	(5.3)
Net cash used in financing activities	(10.6)	(8.8)	(10.6)	(8.8)
<b>Net increase in cash and cash equivalents</b>	<b>9.2</b>	<b>15.0</b>	<b>9.5</b>	<b>14.4</b>
Cash and cash equivalents at the beginning of year	2.4	(12.6)	1.5	(12.9)
<b>Cash and cash equivalents at the end of year</b>	<b>11.6</b>	<b>2.4</b>	<b>11.0</b>	<b>1.5</b>

### CONSOLIDATED 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 2015	24.7	1.2	1.1	-	20.1	47.1	0.5	47.6
Profit for the year	-	-	-	-	23.4	23.4	0.5	23.9
Other comprehensive income for the year	-	-	(0.6)	1.2	-	0.6	-	0.6
<b>Profit and total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.6)</b>	<b>1.2</b>	<b>23.4</b>	<b>24.0</b>	<b>0.5</b>	<b>24.5</b>
Transaction with owners								
Dividends	-	-	-	-	(10.6)	(10.6)	-	(10.6)
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10.6)</b>	<b>(10.6)</b>	<b>-</b>	<b>(10.6)</b>
<b>Balance as at 31 December 2015</b>	<b>24.7</b>	<b>1.2</b>	<b>0.5</b>	<b>1.2</b>	<b>32.9</b>	<b>60.5</b>	<b>1.0</b>	<b>61.5</b>
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)
<b>Profit and total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.3)</b>	<b>0.1</b>	<b>18.6</b>	<b>18.4</b>	<b>0.4</b>	<b>18.8</b>
Transaction with owners								
Dividends	-	-	-	-	(14.1)	(14.1)	-	(14.1)
Unclaimed dividends	-	-	-	-	0.2	0.2	-	0.2
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(13.9)</b>	<b>(13.9)</b>	<b>-</b>	<b>(13.9)</b>
<b>Balance as at 31 December 2016</b>	<b>24.7</b>	<b>1.2</b>	<b>0.2</b>	<b>1.3</b>	<b>37.6</b>	<b>65.0</b>	<b>1.4</b>	<b>66.4</b>

### 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 2015	24.7	1.2	1.1	-	20.7	47.7
Profit for the year	-	-	-	-	22.9	22.9
Other comprehensive income for the year	-	-	(0.6)	1.2	-	0.6
<b>Profit and total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.6)</b>	<b>1.2</b>	<b>22.9</b>	<b>23.5</b>
Transaction with owners						
Dividends	-	-	-	-	(10.6)	(10.6)
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10.6)</b>	<b>(10.6)</b>
<b>Balance as at 31 December 2015</b>	<b>24.7</b>	<b>1.2</b>	<b>0.5</b>	<b>1.2</b>	<b>33.0</b>	<b>60.6</b>
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)
<b>Profit and total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.3)</b>	<b>0.1</b>	<b>18.1</b>	<b>17.9</b>
Transaction with owners						
Dividends	-	-	-	-	(14.1)	(14.1)
Unclaimed dividends	-	-	-	-	0.2	0.2
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(13.9)</b>	<b>(13.9)</b>
<b>Balance as at 31 December 2016</b>	<b>24.7</b>	<b>1.2</b>	<b>0.2</b>	<b>1.3</b>	<b>37.2</b>	<b>64.6</b>

### COMMENTS ON RESULTS

#### ACTIVITIES

Automatic Systems Ltd is licensed to run a totalisator system (Tote), offering bets on horse races organised by the Mauritius Turf Club and fixed-odd betting on international football matches.

#### REVIEW OF THE BUSINESS

In 2016, the Tote income, being the bets struck net of winnings, increased by 3.1% from Rs 216.6M to Rs 223.3M. Income derived from football betting also increased by 13.2% to reach Rs 104.6M. Expenses were well contained, however an increase of Rs 18.5M in licences impacted on profits for the year which decreased by Rs 4.8M (21%) from Rs 23M in 2015 to Rs 18.2M in 2016.

#### PROSPECTS FOR 2017

A slight improvement is expected in the Tote turnover compared to 2016 where 6 meetings were held with only 7 races. A total of 200 new horses were acquired in 2017 which is very encouraging for the Tote business. Following a cabinet decision in 2016, the company was compelled to reduce the number of football outlets to a maximum of ten and has already closed down four outlets in 2016. ASL is contesting this decision in court and should this decision be maintained a further six outlets will have to be closed by June 2017.

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

This 27 March 2017

The abridged audited financial statements have been extracted from the audited financial statements for the year ended 31 December 2016, 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.