

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2022

Business Registration Number: C07009339

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP				
	Unaudited Quarter ended Sep 2022	Unaudited Quarter ended Sep 2021	Unaudited 9 months ended Sep 2022	Unaudited 9 months ended Sep 2021	Audited Year ended Dec 2021
	Rs M	Rs M	Rs M	Rs M	Rs M
Income	151.0	178.0	263.1	294.9	451.0
Government taxes & duties	(56.0)	(66.4)	(96.9)	(106.7)	(170.1)
Payment to National Solidarity Fund	(5.5)	(6.2)	(8.1)	(9.4)	(14.9)
Net Income	89.5	105.4	158.1	178.8	266.0
Other income	0.3	0.6	0.6	2.7	3.8
Selling expenses	(16.4)	(17.4)	(34.9)	(34.1)	(45.7)
Operating expenses	(27.1)	(30.8)	(78.0)	(78.3)	(115.8)
Gain allowance on trade receivables	-	-	-	-	0.5
Payments to horse racing organiser	(17.3)	(30.8)	(21.6)	(44.6)	(62.0)
Operating profit	29.0	27.0	24.2	24.5	46.8
Finance income	-	-	-	-	-
Finance costs	(0.1)	(0.2)	(0.4)	(0.4)	(0.5)
Finance costs - net	(0.1)	(0.2)	(0.4)	(0.4)	(0.5)
Profit before income tax	28.9	26.8	23.8	24.1	46.3
Income tax expense	(5.7)	(4.6)	(6.1)	(4.8)	(5.0)
Profit for the period	23.2	22.2	17.7	19.3	41.3
Other comprehensive income:					
Items that will not be reclassified to profit or loss	-	-	-	-	-
Changes in the fair value of equity instruments at FVOCI	-	-	-	-	(8.7)
Re-measurements of post-employment benefit obligations	-	-	-	-	1.4
Deferred tax charge relating to re-measurements of post-employment benefits	-	-	-	-	(0.2)
Re-measurements of post-employment benefit obligations - net of tax	-	-	-	-	1.2
Total other comprehensive loss for the period	-	-	-	-	(7.5)
Total comprehensive income for the period	23.2	22.2	17.7	19.3	33.8
Total comprehensive income attributable to:					
Owners of the company	23.2	20.3	17.7	14.2	35.4
Non-controlling interests	-	1.9	-	5.1	5.9
	23.2	22.2	17.7	19.3	41.3
Total comprehensive income attributable to:					
Owners of the company	23.2	20.3	17.7	14.2	27.9
Non-controlling interests	-	1.9	-	5.1	5.9
	23.2	22.2	17.7	19.3	33.8
Earnings per share	Rs 6.56	5.75	5.01	4.02	10.02
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 2022	Unaudited Quarter ended Sep 2021	Unaudited 9 months ended Sep 2022	Unaudited 9 months ended Sep 2021
	Rs M	Rs M	Rs M	Rs M
Income				
Horse racing	103.4	138.9	127.3	194.0
Foreign football matches	37.1	29.6	104.5	75.1
All other segments	10.5	9.5	31.3	25.8
Total	151.0	178.0	263.1	294.9
EBITDA				
Horse racing	16.8	23.6	(4.5)	12.7
Foreign football matches	11.4	2.4	25.5	9.7
All other segments	4.6	4.7	14.4	12.6
Total	32.8	30.7	35.4	35.0
Depreciation	(3.8)	(3.8)	(11.2)	(10.5)
Finance income	-	-	-	-
Finance costs	(0.1)	(0.1)	(0.4)	(0.4)
Profit before income tax	28.9	26.8	23.8	24.1
			Sep 2022	Sep 2021
			Rs M	Rs M
Total assets				
Horse racing			151.1	159.4
Foreign football matches			37.8	39.8
All other segments			24.1	12.3
TOTAL			213.0	211.5
Additions to non-current assets (other than financial instruments and deferred income tax assets)				
Horse racing			3.1	7.6
Foreign football matches			0.8	1.9
All other segments			-	-
TOTAL			3.9	9.5
Total liabilities				
Horse racing			60.7	66.2
Foreign football matches			15.2	16.5
All other segments			7.7	-
TOTAL			83.6	82.7

CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited Sep 2022	Audited Dec 2021
	Rs M	Rs M
ASSETS		
Non current assets	106.9	113.4
Current assets	106.1	91.3
Total assets	213.0	204.7
EQUITY AND LIABILITIES		
Owners' interests	129.4	111.7
Non-controlling interests	-	-
Total equity	129.4	111.7
Non current liabilities	7.7	8.7
Current liabilities	75.9	84.3
Total liabilities	83.6	93.0
Total equity and liabilities	213.0	204.7

CONSOLIDATED STATEMENT OF CASH FLOWS

	THE GROUP	
	Unaudited 9 months ended Sep 2022	Unaudited 9 months ended Sep 2021
	Rs M	Rs M
Net cash from operating activities	38.6	40.3
Net cash used in investing activities	(3.8)	(9.1)
Net cash used in financing activities	(24.1)	(24.2)
Net increase in cash and cash equivalents	10.7	7.0
Cash and cash equivalents at the beginning of period	35.1	39.4
Cash and cash equivalents at the end of period	45.8	46.4

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	Total		
	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M		
Balance as at 01 January 2021	24.7	1.2	(0.6)	1.6	81.2	108.1	5.3	113.4	
Profit for the period	-	-	-	-	14.2	14.2	5.1	19.3	
Other comprehensive income for the period	-	-	-	-	-	-	-	-	
Total comprehensive income for the period	-	-	-	-	14.2	14.2	5.1	19.3	
Transaction with owners									
Dividends	-	-	-	-	-	-	(3.9)	(3.9)	
Total transactions with owners	-	-	-	-	-	-	(3.9)	(3.9)	
Balance as at 30 September 2021	24.7	1.2	(0.6)	1.6	95.4	122.3	6.5	128.8	
Balance as at 01 January 2022	24.7	1.2	0.6	(7.1)	92.3	111.7	-	111.7	
Profit for the period	-	-	-	-	17.7	17.7	-	17.7	
Other comprehensive income for the period	-	-	-	-	-	-	-	-	
Total comprehensive income for the period	-	-	-	-	17.7	17.7	-	17.7	
Transaction with owners									
Dividends	-	-	-	-	-	-	-	-	
Total transactions with owners	-	-	-	-	-	-	-	-	
Balance as at 30 September 2022	24.7	1.2	0.6	(7.1)	110.0	129.4	-	129.4	

COMMENTS ON RESULTS

ACCOUNTING STANDARDS

The abridged condensed financial statements for the quarter and nine months ended 30 September 2022 are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2021.

QUARTERLY RESULTS

Group's Income (bets struck net of winnings) for the third quarter decreased by 15.2%, from Rs 178M at 30 September 2021 to Rs 151M at 30 September 2022, attributable to the sharp decrease of 25.6% in the Totalisator Income which could not be fully mitigated by the improved results on football and from Megawin Ltd.

The profits for the quarter reached Rs 23.2M compared to Rs 22.2M in 2021. The slight increase is due to improved profit margin on football.

YEARLY RESULTS

For the nine months to 30 September 2022, the Tote income decreased by 34.4% to reach Rs 127.3 due to a sharp decrease in turnover and 21 race meetings being organized compared to 23 the previous year. Better profit margins and no lockdown in 2022 contributed to an increase in football income from Rs 75.1M to Rs 104.5M. The Group's income at 30 September 2022 decreased to reach Rs 263.1M compared to Rs 294.9M at 30 September 2021; profits of Rs 17.7M were realised for the period compared to Rs 19.3M at 30 September 2021.

PROSPECTS

The last quarter is expected to be on par with the third quarter with 17 race meetings scheduled and the FIFA World Cup to be played in November and December. If this expectation for the last quarter materialises then results for the year would be comparable to those of last year.

By order of the Board
Box Office Ltd
Company Secretary

This 14 November 2022

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.