

# ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

Business Registration Number: C07009339

## STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended Dec 2020 Rs M	Year ended Dec 2019 Rs M	Year ended Dec 2020 Rs M	Year ended Dec 2019 Rs M
Income	396.8	414.0	369.4	395.0
Government taxes & duties	(136.6)	(156.8)	(136.6)	(156.8)
Payment to National Solidarity Fund	(14.8)	(17.7)	(14.8)	(17.7)
<b>Net Income</b>	<b>245.4</b>	<b>239.5</b>	<b>218.0</b>	<b>220.5</b>
Other income	1.5	3.1	3.5	6.2
Selling expenses	(40.5)	(44.5)	(27.5)	(32.1)
Operating expenses	(102.1)	(104.1)	(102.0)	(104.1)
Loss allowance on trade receivables	0.2	(0.0)	0.2	(0.0)
Payments to The Mauritius Turf Club	(48.1)	(55.1)	(48.1)	(55.1)
<b>Operating profit</b>	<b>56.4</b>	<b>38.9</b>	<b>44.1</b>	<b>35.4</b>
Finance income	-	0.2	-	-
Finance costs	(1.0)	(0.9)	(1.0)	(0.9)
<b>Finance costs - net</b>	<b>(1.0)</b>	<b>(0.7)</b>	<b>(1.0)</b>	<b>(0.9)</b>
Profit before income tax	55.4	38.2	43.1	34.5
Income tax expense	(12.1)	(6.2)	(6.6)	(5.0)
<b>Profit for the year</b>	<b>43.3</b>	<b>32.0</b>	<b>36.5</b>	<b>29.4</b>
<b>Other comprehensive income:</b>				
Items that will not be reclassified to profit or loss				
Changes in the fair value of financial assets	(0.1)	0.1	(0.1)	0.1
Re-measurements of post-employment benefit obligations	(0.9)	0.2	(0.9)	0.2
Deferred tax charge relating to re-measurements of post-employment benefits	0.2	0.0	0.2	0.0
Re-measurements of post-employment benefit obligations - net of tax	(0.7)	0.2	(0.7)	0.2
<b>Total other comprehensive income for the year</b>	<b>(0.8)</b>	<b>0.3</b>	<b>(0.8)</b>	<b>0.3</b>
<b>Total comprehensive income for the year</b>	<b>42.5</b>	<b>32.3</b>	<b>35.7</b>	<b>29.7</b>
Profit for the period attributable to:				
Owners of the company	39.0	29.2	36.5	29.4
Non-controlling interests	4.3	2.8	-	-
	<b>43.3</b>	<b>32.0</b>	<b>36.5</b>	<b>29.4</b>
Total comprehensive income for the period attributable to:				
Owners of the company	38.2	29.5	35.7	29.7
Non-controlling interests	4.3	2.8	-	-
	<b>42.5</b>	<b>32.3</b>	<b>35.7</b>	<b>29.7</b>
Basic and diluted earnings per share	Rs 11.04	8.27	10.34	8.32
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000

## SEGMENT INFORMATION

	Dec 2020		Dec 2019	
	Rs M	Rs M	Rs M	Rs M
<b>Income</b>				
Horse racing		258.1		283.7
Foreign football matches		111.3		111.3
All other segments		27.4		19.0
<b>Total</b>		<b>396.8</b>		<b>414.0</b>
<b>EBITDA</b>				
Horse racing		27.5		28.4
Foreign football matches		26.8		14.4
All other segments		14.7		6.9
<b>Total</b>		<b>69.0</b>		<b>49.7</b>
Depreciation		(12.6)		(10.8)
Finance income		-		0.2
Finance costs		(1.0)		(0.9)
<b>Profit before taxation</b>		<b>55.4</b>		<b>38.2</b>
		<b>Dec 2020</b>		<b>Dec 2019</b>
		<b>Rs M</b>		<b>Rs M</b>
<b>Total assets</b>				
Horse racing		154.4		130.9
Foreign football matches		38.6		32.7
All other segments		20.7		15.0
<b>TOTAL</b>		<b>213.7</b>		<b>178.6</b>
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>				
Horse racing		5.7		9.8
Foreign football matches		1.4		2.4
All other segments		-		-
<b>TOTAL</b>		<b>7.1</b>		<b>12.2</b>
<b>Total liabilities</b>				
Horse racing		76.9		64.4
Foreign football matches		19.2		16.1
All other segments		4.3		7.8
<b>TOTAL</b>		<b>100.4</b>		<b>88.3</b>

## BALANCE SHEET

	THE GROUP		THE COMPANY	
	Dec 2020 Rs M	Dec 2019 Rs M	Dec 2020 Rs M	Dec 2019 Rs M
<b>ASSETS</b>				
Non current assets	124.2	111.3	125.2	111.9
Current assets	89.5	67.3	74.3	55.8
<b>Total assets</b>	<b>213.7</b>	<b>178.6</b>	<b>199.5</b>	<b>167.7</b>
<b>EQUITY AND LIABILITIES</b>				
Owners' interests	108.0	87.3	103.6	85.3
Non-controlling interests	5.3	3.0	-	-
<b>Total equity</b>	<b>113.3</b>	<b>90.3</b>	<b>103.6</b>	<b>85.3</b>
Non current liabilities	12.1	6.0	12.1	6.0
Current liabilities	88.3	82.3	83.8	76.4
<b>Total equity and liabilities</b>	<b>213.7</b>	<b>178.6</b>	<b>199.5</b>	<b>167.7</b>

## STATEMENT OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Dec 2020 Rs M	Dec 2019 Rs M	Dec 2020 Rs M	Dec 2019 Rs M
Net cash from operating activities	49.3	32.8	47.1	23.7
Net cash used in investing activities	(15.8)	(11.4)	(13.7)	(8.4)
Net cash used in financing activities	(25.2)	(22.4)	(20.3)	(19.9)
<b>Net increase in cash and cash equivalents</b>	<b>8.3</b>	<b>(1.0)</b>	<b>13.1</b>	<b>(4.6)</b>
Cash and cash equivalents at the beginning of year	31.1	32.1	20.2	24.9
<b>Cash and cash equivalents at the end of year</b>	<b>39.4</b>	<b>31.1</b>	<b>33.3</b>	<b>20.3</b>

## 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		
Balance as at 01 January 2019	24.7	1.2	0.0	1.5	47.9	75.3	3.1	78.4
Profit for the year	-	-	-	-	29.2	29.2	2.8	32.0
Other comprehensive income for the year	-	-	0.2	0.1	-	0.3	-	0.3
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>0.2</b>	<b>0.1</b>	<b>29.2</b>	<b>29.5</b>	<b>2.8</b>	<b>32.3</b>
Transaction with owners								
Dividends	-	-	-	-	(17.7)	(17.7)	(2.9)	(20.6)
Write back of dividend payable	-	-	-	-	0.2	0.2	-	0.2
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(17.5)</b>	<b>(17.5)</b>	<b>(2.9)</b>	<b>(20.4)</b>
<b>Balance as at 31 December 2019</b>	<b>24.7</b>	<b>1.2</b>	<b>0.2</b>	<b>1.6</b>	<b>59.6</b>	<b>87.3</b>	<b>3.0</b>	<b>90.3</b>
Balance as at 01 January 2020	24.7	1.2	0.2	1.6	59.6	87.3	3.0	90.3
Profit for the year	-	-	-	-	39.0	39.0	4.3	43.3
Other comprehensive income for the year	-	-	(0.8)	(0.0)	-	(0.8)	-	(0.8)
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.8)</b>	<b>(0.0)</b>	<b>39.0</b>	<b>38.2</b>	<b>4.3</b>	<b>42.5</b>
Transaction with owners								
Dividends	-	-	-	-	(17.7)	(17.7)	(2.0)	(19.7)
Write back of dividend payable	-	-	-	-	0.2	0.2	-	0.2
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(17.5)</b>	<b>(17.5)</b>	<b>(2.0)</b>	<b>(19.5)</b>
<b>Balance as at 31 December 2020</b>	<b>24.7</b>	<b>1.2</b>	<b>(0.6)</b>	<b>1.6</b>	<b>81.1</b>	<b>108.0</b>	<b>5.3</b>	<b>113.3</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 2019	24.7	1.2	(0.0)	1.5	45.7
Profit for the year	-	-	-	-	29.4	29.4
Other comprehensive income for the year	-	-	0.2	0.1	-	0.3
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>0.2</b>	<b>0.1</b>	<b>29.4</b>	<b>29.7</b>
Transaction with owners						
Dividends	-	-	-	-	(17.7)	(17.7)
Write back of dividend payable	-	-	-	-	0.2	0.2
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(17.5)</b>	<b>(17.5)</b>
<b>Balance as at 31 December 2019</b>	<b>24.7</b>	<b>1.2</b>	<b>0.2</b>	<b>1.6</b>	<b>57.6</b>	<b>85.3</b>
Balance as at 01 January 2020	24.7	1.2	0.2	1.6	57.6	85.3
Profit for the year	-	-	-	-	36.5	36.5
Other comprehensive income for the year	-	-	(0.8)	(0.0)	-	(0.8)
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.8)</b>	<b>(0.0)</b>	<b>36.5</b>	<b>35.8</b>
Transaction with owners						
Dividends	-	-	-	-	(17.7)	(17.7)
Write back of dividend payable	-	-	-	-	0.2	0.2
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(17.5)</b>	<b>(17.5)</b>
<b>Balance as at 31 December 2020</b>	<b>24.7</b>	<b>1.2</b>	<b>(0.6)</b>	<b>1.6</b>	<b>76.7</b>	<b>103.6</b>

## COMMENTS ON RESULTS

### RESULTS

Despite the challenging environment in which the company operated in 2020 due to the Covid-19 pandemic whereby no activities were recorded for a period of three months during the first semester, the results for the year under review have been encouraging.

The 2020 racing season started on 20 June 2020 and consisted of 32 meetings compared to 38 for 2019, thus impacting the horse racing income (tote) which amounted to Rs 258.1 million compared to Rs 283.7 million in 2019. The football betting income (fixed odds), despite the suspension of various European football leagues, pleasantly remained at par with last year at Rs 111.3 million.

Our subsidiary company, Megawin Ltd, which operates in Ivory Coast, showed a significant improvement in its commission income generating an increase in its operating profits from 6.8 million in 2019 to Rs 14.3 million in 2020.

The Group's income for the year ended 31 December 2020 amounted to Rs 396.8 million compared to Rs 414 million for the year ended 31 December 2019. The group's profits improved from Rs 32 million for the year ended 31 December 2019 to Rs 43.3 million for the year under review. This is mainly due to improvements in the results from fixed odds and from Megawin Ltd. Earnings per share stood at Rs 11.04 for 2020 compared to Rs 8.27 for the previous year.

### OUTLOOK

Mauritius is under a second COVID-19 lockdown since early March 2021 thus delaying the beginning of the 2021 racing season and affecting the football betting operations. Despite this challenging environment the Board remains optimistic regarding the company's performance for 2021.

By order of the Board  
Box Office Ltd

This 08 April 2021

The above abridged audited financial statements are issued pursuant to Listing Rule 12.14 and the Securities Act 2005.

The abridged audited financial statements have been extracted from the audited financial statements for the year ended 31 December 2020, which have been prepared in accordance with International Financial Reporting Standards and have been audited by Deloitte.

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.