

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2024

Business Registration Number: C07009339

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP				
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Quarter ended	Quarter ended	6 months ended	6 months ended	Year ended
	Jun 2024	Jun 2023	Jun 2024	Jun 2023	Dec 2023
	Rs M	Rs M	Rs M	Rs M	Rs M
Income	57.8	84.6	105.2	132.0	317.1
Government taxes & duties	(23.6)	(32.7)	(40.4)	(54.6)	(134.6)
Payment to National Solidarity Fund	(1.8)	(2.9)	(2.5)	(4.0)	(10.9)
Net Income	32.4	49.0	62.3	73.4	171.6
Other income	-	0.2	0.1	0.2	0.7
Selling expenses	(3.7)	(10.3)	(6.4)	(18.8)	(40.8)
Operating expenses	(28.0)	(26.6)	(52.7)	(51.9)	(112.8)
Impairment losses	-	-	-	-	(43.1)
Payments to Horse Racing Organiser	(2.7)	(6.3)	(2.7)	(6.8)	(23.7)
Operating (loss) / profit	(2.0)	6.0	0.6	(3.9)	(48.1)
Finance Income	-	-	-	-	1.4
Finance costs	(0.6)	(0.2)	(1.2)	(0.4)	(2.4)
(Loss) / profit before income tax	(2.6)	5.8	(0.6)	(4.3)	(49.1)
Income tax (expense)/income	0.4	(1.5)	0.1	(6.6)	(11.5)
(Loss) / profit for the period	(2.2)	4.3	(0.5)	(10.9)	(60.6)
Other comprehensive income:					
Items that will not be reclassified to profit or loss					
Changes in the fair value of equity instruments at FVOCI	-	-	-	-	0.1
Re-measurements of post-employment benefit obligations	-	-	-	-	0.3
Deferred tax charge relating to re-measurements of post-employment benefits	-	-	-	-	(0.1)
Re-measurements of post-employment benefit obligations - net of tax	-	-	-	-	0.2
Total other comprehensive loss for the period	-	-	-	-	0.3
Total comprehensive (loss) / income for the period	(2.2)	4.3	(0.5)	(10.9)	(60.3)
Earnings per share	Rs (0.64)	1.21	(0.14)	(3.09)	(17.15)
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000	3,535,000

SEGMENT INFORMATION

	THE GROUP			
	Unaudited	Unaudited	Unaudited	Unaudited
	Quarter ended	Quarter ended	6 months ended	6 months ended
	Jun 2024	Jun 2023	Jun 2024	Jun 2023
	Rs M	Rs M	Rs M	Rs M
Income				
Horse racing	16.6	37.4	16.6	40.5
Foreign football matches	41.2	37.3	88.6	71.0
All other segments	-	9.9	-	20.5
Total	57.8	84.6	105.2	132.0
EBITDA				
Horse racing	(8.5)	(4.3)	(19.4)	(18.2)
Foreign football matches	9.0	7.9	25.2	8.5
All other segments	0.2	4.9	0.4	10.8
Total	0.7	8.5	6.2	1.1
Depreciation	(2.7)	(2.5)	(5.6)	(5.0)
Finance costs	(0.6)	(0.2)	(1.2)	(0.4)
(Loss) / profit before income tax	(2.6)	5.8	(0.6)	(4.3)

	Jun 2024	Jun 2023
	Rs M	Rs M
Total assets		
Horse racing	82.3	148.3
Foreign football matches	67.3	37.1
All other segments	11.0	12.4
TOTAL	160.6	197.8
Additions to non-current assets (other than financial instruments and deferred income tax assets)		
Horse racing	1.1	13.8
Foreign football matches	0.9	3.4
All other segments	-	-
TOTAL	2.0	17.2
Total liabilities		
Horse racing	59.6	71.8
Foreign football matches	48.8	17.9
All other segments	2.0	2.9
TOTAL	110.4	92.6

CONSOLIDATED BALANCE SHEET

	THE GROUP	
	Unaudited	Audited
	Jun 2024	Dec 2023
	Rs M	Rs M
ASSETS		
Non current assets	78.1	78.8
Current assets	82.5	95.3
Total assets	160.6	174.1
EQUITY AND LIABILITIES		
Owners' interests	50.2	50.7
Total equity	50.2	50.7
Non current liabilities	15.3	15.3
Current liabilities	95.1	108.1
Total liabilities	110.4	123.4
Total equity and liabilities	160.6	174.1

CONSOLIDATED STATEMENT OF CASH FLOWS

	THE GROUP	
	Unaudited	Unaudited
	6 months ended	6 months ended
	Jun 2024	Jun 2023
	Rs M	Rs M
Net cash (used in) / from operating activities	9.2	(5.8)
Net cash used in investing activities	(2.0)	(17.2)
Net cash used in financing activities	(7.2)	(22.8)
Net decrease in cash and cash equivalents	-	(45.8)
Cash and cash equivalents at the beginning of year	(13.3)	45.4
Cash and cash equivalents at the end of period	(13.3)	(0.4)

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				
	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M	Rs M		
Balance as at 01 January 2023	24.7	1.2	(2.3)	(7.0)	99.5	116.1	-	116.1		
Loss for the period	-	-	-	-	(10.9)	(10.9)	-	(10.9)		
Other comprehensive income for the period	-	-	-	-	-	-	-	-		
Total comprehensive loss for the period	-	-	-	-	(10.9)	(10.9)	-	(10.9)		
Transaction with owners										
Dividends	-	-	-	-	-	-	-	-		
Total transactions with owners	-	-	-	-	-	-	-	-		
Balance as at 30 June 2023	24.7	1.2	(2.3)	(7.0)	88.6	105.2	-	105.2		
Balance as at 01 January 2024	24.7	1.2	(2.1)	(6.9)	33.8	50.7	-	50.7		
Loss for the period	-	-	-	-	(0.5)	(0.5)	-	(0.5)		
Other comprehensive income for the period	-	-	-	-	-	-	-	-		
Total comprehensive loss for the period	-	-	-	-	(0.5)	(0.5)	-	(0.5)		
Transaction with owners										
Dividends	-	-	-	-	-	-	-	-		
Total transactions with owners	-	-	-	-	-	-	-	-		
Balance as at 30 June 2024	24.7	1.2	(2.1)	(6.9)	33.3	50.2	-	50.2		

COMMENTS ON RESULTS

ACCOUNTING STANDARDS

The abridged condensed financial statements for the quarter and six months ended 30 June 2024 are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2023.

RESULTS

For the second quarter, football income increased by 10.5%, from Rs 37.3 million at 30 June 2023 to Rs 41.2 million at 30 June 2024 as Payment to winners represented 75.1% of turnover in 2024 compared to 88.2% in 2023.

Tote income for the quarter at 30 June 2024 decreased significantly by 55.6% to reach Rs 16.6 million compared to Rs 37.4 million at 30 June 2023. The decrease is attributable to eight race meetings organized in 2024 compared to ten in 2023. There has also been a sharp drop in average turnover per meeting from Rs 11.9 million to Rs 6.7 million.

The Group's income for the second quarter decreased from Rs 84.6 million in 2023 to Rs 57.8 million in 2024, attributable to the drop in tote income. The Group's operating loss for the quarter ended 30 June 2024 amounted to Rs 2.0 million compared to a profit of Rs 6.0 million for the corresponding 2023 quarter.

For the six months, the Group's income reached Rs 105.2 million compared to Rs 132.0 million at 30 June 2023 and operating profit was Rs 0.6 million compared to a loss of Rs 3.9 million at 30 June 2023.

PROSPECTS

Based on the current trend, football income will be significantly better than the previous year.

The Directors note with concern a significant decrease in the Totalisator turnover year on year since 2021. The performance of the company in the current financial year will be heavily reliant on football. The Board remains concerned about the company's profitability given the current trend and state of the racing industry.

By order of the Board

Box Office Ltd

Company Secretary

This 05 August 2024

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.