

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Year Ended 31-Dec-21 MUR Audited	Year Ended 31-Dec-20 MUR Audited
Revenue	1,056,004,177	962,336,650
Operating profit	97,028,521	79,094,405
Finance income	410,992	1,507,386
Finance costs	(2,599,823)	(1,836,460)
Net finance costs	(2,188,831)	(329,074)
Profit before income tax	94,839,690	78,765,331
Income tax expense	(16,397,107)	(17,698,488)
Profit for the year	78,442,583	61,066,843
Other comprehensive income: Items that will not be reclassified to profit or loss		
Remeasurement of post-employment benefit obligations	1,289,000	(1,404,000)
Deferred tax on remeasurement of post-employment benefit obligations	(219,128)	240,210
Other comprehensive income/(loss) for the year	1,069,872	(1,163,790)
Total comprehensive income for the year	79,512,455	59,903,053
Number of shares in issue	340,000,000	340,000,000
Dividend per share	0.17	0.32
Basic and diluted earnings per share	0.23	0.18

STATEMENT OF FINANCIAL POSITION

	31-Dec-21 MUR Audited	31-Dec-20 MUR Audited
ASSETS		
Non-current assets	267,364,424	190,514,548
Current assets	297,596,549	325,963,016
Total assets	564,960,973	516,477,564
EQUITY AND LIABILITIES		
Equity and reserves		
Stated capital	100,000,000	100,000,000
Retained earnings	64,477,804	42,765,349
Total equity	164,477,804	142,765,349
Non-current liabilities	111,296,747	30,353,137
Current liabilities	289,186,422	343,359,078
Total liabilities	400,483,169	373,712,215
Total equity and liabilities	564,960,973	516,477,564

STATEMENT OF CHANGES IN EQUITY

	Stated capital MUR Audited	Retained earnings MUR Audited	Total equity MUR Audited
At 01 January 2020	100,000,000	91,662,296	191,662,296
Profit for the year		61,066,843	61,066,843
Other comprehensive income for the year		(1,163,790)	(1,163,790)
Total comprehensive income for the year		59,903,053	59,903,053
Transactions with owners			
Dividends		(108,800,000)	(108,800,000)
At 31 December 2020	100,000,000	42,765,349	142,765,349
At 01 January 2021	100,000,000	42,765,349	142,765,349
Profit for the year		78,442,583	78,442,583
Other comprehensive income for the year		1,069,872	1,069,872
Total comprehensive income for the year		79,512,455	79,512,455
Transactions with owners			
Dividends		(57,800,000)	(57,800,000)
At 31 December 2021	100,000,000	64,477,804	164,477,804

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year Ended 31-Dec-21 MUR Audited	Year Ended 31-Dec-20 MUR Audited
Net cash generated from operating activities	55,109,819	194,277,267
Net cash used in investing activities	(110,470,358)	(54,647,833)
Net cash generated/(used) in financing activities	20,005,371	(116,289,006)
Net (decrease)/increase in cash and cash equivalents	(35,355,168)	23,340,428
Net foreign exchange difference	1,073,415	111,872
Cash and cash equivalents at 01 January	289,052,374	265,600,074
Cash and cash equivalents at 31 December	254,770,621	289,052,374

COMMENTS

Principal Activity

Lottotech Ltd is the operator of the Mauritius National Lottery on behalf of the Government of Mauritius. Its main activities are related to the gaming sector.

Results

Revenue for the year ended 31 December 2021 amounted to MUR1,056.0m compared to prior corresponding year of MUR962.3m. Profit after tax was MUR78.4m for the year ended 31 December 2021 compared to MUR61.1m for the prior corresponding year.

The increase in revenue and profit after tax for the year ended 31 December 2021 was mainly attributable to a full year of Loterie Vert sales and a lower number of missed lottery draws compared to the year 2020 due to a shorter confinement period.

Outlook

The Covid-19 pandemic remains a risk to the local and international economy. The virus that causes Covid-19 is mutating constantly and new variants present new threats and are a constant cause of worry for Mauritius. Lottotech Ltd will continue to adopt all necessary measures to mitigate the downside financial risks caused by the pandemic while ensuring the safety of its employees, customers and partners. The Company will have adequate funds to discharge any existing commitments and obligations. The Board and Management will continue to monitor the evolving uncertain market conditions.

The Company has made a formal application on 12 July 2018 with the Gambling Regulatory Authority (GRA) for authorization to implement its cashless solution. The Company is awaiting a positive response.

On 3 September 2021 the Company made a formal application under Section 2 of the Finance Act 2021 to conduct business using remote communication as defined in the GRA Act. The Company is awaiting a positive response from the GRA.

It is the view of the Board that a positive response from the GRA will greatly enhance the Company's operational resilience, will catalyse the development of new products and above all will strengthen risk management for all stakeholders mainly in the context of regulations relating to anti-money laundering and combatting the financing of terrorism.

Earnings per share

The calculation of earnings per share is based on the profit attributable to the shareholders of the Company MUR78.4m (December 2020: MUR61.1m) and the number of the shares in issue of 340,000,000 (December 2020: 340,000,000).

Dividend

A final dividend of MUR57.8m (December 2020: MUR108.8m) was declared on 25 March 2021 and paid by 30 June 2021 in respect of the financial year ended 31 December 2020.

Others

The abridged audited consolidated financial statements for the year ended 31 December 2021 have been extracted from the annual financial statements of the Group, which have been prepared in accordance with the Companies Act 2001 and the Financial Reporting Act 2004 and comply with International Financial Reporting Standards ("IFRS"), taking into consideration all revised International Accounting Standards and new IFRS effective for accounting periods beginning on 01 January 2021. The independent auditor's report to financial statements is unqualified.

Copies of the above abridged audited consolidated financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the Company, Royal Road, Chapman Hill, Beau Bassin, or can be viewed on the Company's website www.lottotech.mu.

The statement of direct and indirect interests of insiders pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request made to the Company Secretary, at the registered office of the Company.

By Order of the Board

Gamma Corporate Services Ltd
Company Secretary

28-Mar-22

These abridged audited consolidated financial statements are issued pursuant to Listing Rule 12.14.

The Board of Directors of Lottotech Ltd accepts full responsibility for the accuracy of the information contained in these abridged audited consolidated financial statements.

BRN: C08079313