

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31 MARCH 2014

STATEMENT OF COMPREHENSIVE INCOME

	Unaudited 3 months ended		Audited Year ended
	Mar 2014 Rs M	Mar 2013 Rs M Restated	Dec 2013 Rs M
Revenue	134.2	88.7	1,193.1
Gross profit	16.7	23.9	209.8
Overheads	(23.9)	(22.8)	(159.8)
Finance income	-	-	0.3
Finance costs	(0.4)	(0.5)	(1.2)
(Loss)/Profit before taxation	(7.6)	0.6	49.1
Taxation	1.3	(0.1)	(8.1)
(Loss)/Profit for the period	(6.3)	0.5	41.0
Other comprehensive income:			
Remeasurements of post-employment benefit obligations	-	-	(0.1)
(Loss)/Profit and total comprehensive (loss)/income for the period	(6.3)	0.5	40.9
Basic and diluted earnings per share	(Rs) (1.78)	0.14	11.60
Number of shares in issue	3,535,000	3,535,000	3,535,000

SEGMENT INFORMATION

	Unaudited 3 months ended		Audited Year ended
	Mar 2014 Rs M	Mar 2013 Rs M Restated	Dec 2013 Rs M
Revenue			
Horse racing	36.7	24.6	937.3
Foreign football matches	97.5	64.1	255.8
Total	134.2	88.7	1,193.1
EBITDA			
Horse racing	(9.8)	(11.5)	19.6
Foreign football matches	4.0	14.7	39.5
Total	(5.8)	3.2	59.1
Depreciation	(1.4)	(2.1)	(9.1)
Finance income	-	-	0.3
Finance costs	(0.4)	(0.5)	(1.2)
(Loss)/Profit before taxation	(7.6)	0.6	49.1
	Mar 2014	Mar 2013	Dec 2013
	Rs M	Rs M	Rs M
Total assets			
Horse racing	97.5	98.6	82.0
Foreign football matches	24.4	18.8	22.4
TOTAL	121.9	117.4	104.4
Additions to non-current assets (other than financial instruments and deferred income tax assets)			
Horse racing	2.1	1.5	5.8
Foreign football matches	0.5	0.2	1.5
TOTAL	2.6	1.7	7.3
Total liabilities			
Horse racing	70.8	69.8	50.8
Foreign football matches	17.7	13.3	13.9
TOTAL	88.5	83.1	64.7

COMMENTS ON RESULTS

ACCOUNTING STANDARDS

The abridged unaudited financial statements for the quarter ended 31 March 2014 have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2013 and comply with IAS 34.

RESULTS

For the quarter ended 31 March 2014, in spite of a 51% increase in revenue to Rs 134.2 M and a 9% savings in operating expenses, the Company suffered a loss after tax of Rs 6.3 M compared to a profit of Rs 0.5 M for the same period in 2013.

The main reasons for the loss incurred are:

- The introduction of a new levy on football betting of Rs 24,000 per outlet per week. This levy represents for the quarter a charge of Rs 6.6 M against ASL's revenues.
- An increase of Rs 0.6 M for the quarter in the Municipal taxes.

Representations in connection with these severe and burdensome levies have been made to the authorities by the operators of football betting. Should this excessive charge be maintained, the company's profit for the year will be affected by a further amount of Rs 19.6 M for the remaining nine months.

In 2014, the additional cost to the Company will amount to Rs 26 M, which coupled with the increase in Municipal taxes of Rs 2.4 M, will absorb more than 60% of ASL's profits.

STATEMENT OF FINANCIAL POSITION

	Unaudited Mar 2014 Rs M	Audited Dec 2013 Rs M
ASSETS		
Non current assets	91.4	89.1
Current assets	30.5	15.3
Total assets	121.9	104.4
EQUITY AND LIABILITIES		
Equity	33.4	39.7
Non current liabilities	2.6	2.7
Current liabilities	85.9	62.0
Total equity and liabilities	121.9	104.4

STATEMENT OF CASH FLOWS

	Unaudited 3 months ended		Audited Year ended
	Mar 2014 Rs M	Mar 2013 Rs M	Dec 2013 Rs M
Net cash (used in)/from operating activities	(16.1)	2.4	53.9
Net cash used in investing activities	(1.9)	(1.7)	(6.9)
Net cash used in financing activities	(10.6)	-	(24.7)
Net (decrease)/increase in cash and cash equivalents	(28.6)	0.7	22.3
Cash and cash equivalents at the beginning of period	(1.7)	(24.0)	(24.0)
Cash and cash equivalents at the end of period	(30.3)	(23.3)	(1.7)

STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs M	Share Premium Rs M	Retained Earnings Rs M	Total Equity Rs M
Balance as at 01 January 2013 (as previously reported)	24.7	1.2	9.8	35.7
Prior year adjustment	-	-	(2.0)	(2.0)
Balance as at 01 January 2013 (restated)	24.7	1.2	7.8	33.7
Profit and total comprehensive income for the period	-	-	0.5	0.5
Total transactions with owners	-	-	-	-
Balance as at 31 March 2013 (restated)	24.7	1.2	8.3	34.2
Balance as at 01 January 2014	24.7	1.2	13.8	39.7
Loss and total comprehensive loss for the period	-	-	(6.3)	(6.3)
Total transactions with owners	-	-	-	-
Balance as at 31 March 2014	24.7	1.2	7.5	33.4

By order of the Board
Box Office Ltd

Secretaries
Date: 13 May 2014

The above abridged audited 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 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, 2nd floor, Nautica Commercial Centre, Black River, Mauritius.