

# ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

Business Registration Number: C07009339

## STATEMENT OF COMPREHENSIVE INCOME

	THE GROUP		THE COMPANY	
	Year ended Dec 2021 Rs M	Year ended Dec 2020 Rs M	Year ended Dec 2021 Rs M	Year ended Dec 2020 Rs M
Income	451.0	396.8	415.2	369.4
Government taxes & duties	(170.1)	(136.6)	(170.1)	(136.6)
Payment to National Solidarity Fund	(14.9)	(14.8)	(14.9)	(14.8)
<b>Net Income</b>	<b>266.0</b>	<b>245.4</b>	<b>230.2</b>	<b>218.0</b>
Other income	3.8	1.5	7.4	3.5
Selling expenses	(45.7)	(40.5)	(31.9)	(27.5)
Operating expenses	(115.8)	(102.1)	(109.7)	(102.0)
Gain allowance on trade receivables	0.5	0.2	-	0.2
Payments to The MTC sports and leisure ltd	(62.0)	(48.1)	(62.0)	(48.1)
<b>Operating profit</b>	<b>46.8</b>	<b>56.4</b>	<b>34.0</b>	<b>44.1</b>
Finance income	-	-	-	-
Finance costs	(0.5)	(1.0)	(0.5)	(1.0)
<b>Finance costs - net</b>	<b>(0.5)</b>	<b>(1.0)</b>	<b>(0.5)</b>	<b>(1.0)</b>
Profit before income tax	46.3	55.4	33.5	43.1
Income tax expense	(5.0)	(12.1)	(2.1)	(6.6)
<b>Profit for the year</b>	<b>41.3</b>	<b>43.3</b>	<b>31.4</b>	<b>36.5</b>
<b>Other comprehensive income:</b>				
Items that will not be reclassified to profit or loss				
Changes in the fair value of equity instruments at FVOCI	(8.7)	(0.1)	(8.7)	(0.1)
Re-measurements of post-employment benefit obligations	1.4	(0.9)	1.4	(0.9)
Deferred tax charge relating to re-measurements of post-employment benefits	(0.2)	0.2	(0.2)	0.2
Re-measurements of post-employment benefit obligations - net of tax	1.2	(0.7)	1.2	(0.7)
<b>Total other comprehensive loss for the year</b>	<b>(7.5)</b>	<b>(0.8)</b>	<b>(7.5)</b>	<b>(0.8)</b>
<b>Total comprehensive income for the year</b>	<b>33.8</b>	<b>42.5</b>	<b>23.9</b>	<b>35.7</b>
Profit for the year attributable to:				
Owners of the company	35.4	39.0	31.4	36.5
Non-controlling interests	5.9	4.3	-	-
	<b>41.3</b>	<b>43.3</b>	<b>31.4</b>	<b>36.5</b>
Total comprehensive income attributable to:				
Owners of the company	27.9	38.2	23.9	35.7
Non-controlling interests	5.9	4.3	-	-
	<b>33.8</b>	<b>42.5</b>	<b>23.9</b>	<b>35.7</b>
Earnings per share	Rs 10.02	11.04	8.90	10.34
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000

## SEGMENT INFORMATION

	Dec 2021	Dec 2020
	Rs M	Rs M
<b>Income</b>		
Horse racing	309.6	258.1
Foreign football matches	105.6	111.3
All other segments	35.8	27.4
<b>Total</b>	<b>451.0</b>	<b>396.8</b>
<b>EBITDA</b>		
Horse racing	36.1	27.5
Foreign football matches	9.0	26.8
All other segments	15.8	14.7
<b>Total</b>	<b>60.9</b>	<b>69.0</b>
Depreciation	(14.1)	(12.6)
Finance income	-	-
Finance costs	(0.5)	(1.0)
<b>Profit before taxation</b>	<b>46.3</b>	<b>55.4</b>
	<b>Dec 2021</b>	<b>Dec 2020</b>
	<b>Rs M</b>	<b>Rs M</b>
<b>Total assets</b>		
Horse racing	147.9	154.4
Foreign football matches	36.9	38.6
All other segments	19.8	20.7
<b>TOTAL</b>	<b>204.6</b>	<b>213.7</b>
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>		
Horse racing	7.9	5.7
Foreign football matches	2.0	1.4
All other segments	-	-
<b>TOTAL</b>	<b>9.9</b>	<b>7.1</b>
<b>Total liabilities</b>		
Horse racing	72.1	76.9
Foreign football matches	18.0	19.2
All other segments	2.9	4.3
<b>TOTAL</b>	<b>93.0</b>	<b>100.4</b>

## BALANCE SHEET

	THE GROUP		THE COMPANY	
	Dec 2021 Rs M	Dec 2020 Rs M	Dec 2021 Rs M	Dec 2020 Rs M
<b>ASSETS</b>				
Non current assets	113.4	124.2	124.7	125.1
Current assets	91.3	89.5	75.3	74.3
<b>Total assets</b>	<b>204.7</b>	<b>213.7</b>	<b>200.0</b>	<b>199.4</b>
<b>EQUITY AND LIABILITIES</b>				
Owners' interests	111.7	108.0	106.2	103.5
Non-controlling interests	-	5.3	-	-
<b>Total equity</b>	<b>111.7</b>	<b>113.3</b>	<b>106.2</b>	<b>103.5</b>
Non current liabilities	8.7	12.1	8.7	12.1
Current liabilities	84.3	88.3	85.1	83.8
<b>Total equity and liabilities</b>	<b>204.7</b>	<b>213.7</b>	<b>200.0</b>	<b>199.4</b>

## STATEMENT OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Dec 2021 Rs M	Dec 2020 Rs M	Dec 2021 Rs M	Dec 2020 Rs M
Net cash from operating activities	40.1	49.3	30.1	47.1
Net cash used in investing activities	(19.7)	(15.8)	(15.7)	(13.7)
Net cash used in financing activities	(24.7)	(25.2)	(20.7)	(20.3)
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(4.3)</b>	<b>8.3</b>	<b>(6.3)</b>	<b>13.1</b>
Cash and cash equivalents at the beginning of year	39.4	31.1	33.3	20.2
<b>Cash and cash equivalents at the end of year</b>	<b>35.1</b>	<b>39.4</b>	<b>27.0</b>	<b>33.3</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	Rs M		
Balance as at 1 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 loss for the year	-	-	(0.8)	-	-	(0.8)	-	(0.8)	
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.8)</b>	<b>-</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>	
Balance as at 1 January 2021	24.7	1.2	(0.6)	1.6	81.1	108.0	5.3	113.3	
Profit for the year	-	-	-	-	35.4	35.4	5.9	41.3	
Other comprehensive loss for the year	-	-	1.2	(8.7)	-	(7.5)	-	(7.5)	
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>1.2</b>	<b>(8.7)</b>	<b>35.4</b>	<b>27.9</b>	<b>5.9</b>	<b>33.8</b>	
Transaction with owners									
Dividends	-	-	-	-	(21.2)	(21.2)	(3.9)	(25.1)	
Change in percentage holding of subsidiary	-	-	-	-	(3.0)	(3.0)	(7.3)	(10.3)	
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24.2)</b>	<b>(24.2)</b>	<b>(11.2)</b>	<b>(35.4)</b>	
<b>Balance as at 31 December 2021</b>	<b>24.7</b>	<b>1.2</b>	<b>0.6</b>	<b>(7.1)</b>	<b>92.3</b>	<b>111.7</b>	<b>-</b>	<b>111.7</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 2020	24.7	1.2	0.2	1.6	57.6
Profit for the year	-	-	-	-	36.5	36.5
Other comprehensive loss for the year	-	-	(0.8)	-	-	(0.8)
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(0.8)</b>	<b>-</b>	<b>36.5</b>	<b>35.7</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 2020</b>	<b>24.7</b>	<b>1.2</b>	<b>(0.6)</b>	<b>1.6</b>	<b>76.6</b>	<b>103.5</b>
Balance as at 01 January 2021	24.7	1.2	(0.6)	1.6	76.6	103.5
Profit for the year	-	-	-	-	31.4	31.4
Other comprehensive loss for the year	-	-	1.2	(8.7)	-	(7.5)
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>1.2</b>	<b>(8.7)</b>	<b>31.4</b>	<b>23.9</b>
Transaction with owners						
Dividends	-	-	-	-	(21.2)	(21.2)
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(21.2)</b>	<b>(21.2)</b>
<b>Balance as at 31 December 2021</b>	<b>24.7</b>	<b>1.2</b>	<b>0.6</b>	<b>(7.1)</b>	<b>86.8</b>	<b>106.2</b>

## COMMENTS ON RESULTS

### RESULTS

Despite the two months slowdown of activities due to the Covid-19 restrictions, the results for the year ended 2021 have been encouraging.

#### Horse Racing - Totalisator

The 2021 racing season started on 15 May 2021 and consisted of 38 meetings all held in camera with no betting on the racecourse, compared to 32 meetings with only 3 held in camera in 2020. The 6 additional meetings led to an increase in the horse racing income (Tote) from Rs 258.1 million to Rs 309.6 million.

#### Football - Fixed Odds

In 2021 payment to winners represented 86.3% of turnover compared to 77% in 2020. The increase in payout percentage, which is result dependent, impacted the football betting income which decreased from Rs 111.3 million in 2020 to Rs 105.6 million in 2021.

#### Megawin Ltd

Our wholly owned subsidiary company, Megawin Ltd, which operates in Ivory Coast, recorded an improvement in its commission income, generating an increase in its operating profits from Rs 14.3 million in 2020 to Rs 16.9 million in 2021.

#### Group

The Group's income for the year ended 31 December 2021 amounted to Rs 451.0 million, compared to Rs 396.8 million for the year ended 31 December 2020. The Group's profit after tax decreased from Rs 43.3 million for the year ended 31 December 2020 to Rs 41.3 million for the year under review. The slight decrease in Group's profit is attributable to the increased commission paid to the horse racing organiser (MTCSL) and to the drop in football income. Earnings per share stood at Rs 10.02 for 2021 compared to Rs 11.04 for the previous year.

### OUTLOOK

The start of the racing season has been delayed and will consist of only 34 race meetings, as approved by the Horse Racing Division. However, no lock down is anticipated during the season and ASL should operate smoothly and benefit fully from the scheduled calendar.

By order of the Board

Box Office Ltd

This 25 March 2022

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 2021, 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.